

JAN 14 1977

ANNOUNCEMENT BY

BOARD OF GOVERNORS  
OF THE  
FEDERAL RESERVE SYSTEM  
(H.2, 1977 No. 1)

Actions of the Board; Applications and Reports

Received During the Week Ending January 1, 1977

ACTIONS OF THE BOARD

Regulation B amendments to implement the 1976 amendments to the Equal Credit Opportunity Act; the revised Act and the revised Regulation will become effective March 23, 1977.

Over-the-counter stocks, the Board published a revised list of OTC stocks that are subject to its margin regulations, effective immediately.

Regulation Z, the Board issued for public comment a proposed amendment to its Truth in Lending regulation to clarify provisions that permit discounts for cash customers; comment should be received by February 4, 1977 (Docket No. R-0072).

Regulation Z, technical amendment, the Board announced adoption of a technical amendment correcting an error in the Fair Credit Billing section of the regulation (Docket No. R-0073).

Regulation Z, proposal to amend Board's Truth in Lending regulation to require disclosure of a dealer participation in a consumer credit contract; comment should be received by the Board by February 4, 1977 (Docket No. R-0053).

Regulation T, temporary suspension of uniform margin requirements for option specialists (Docket No. R-0004).

Regulations K, M and Y, interpretation of the regulations regarding the use of a foreign subsidiary to sell long-term debt abroad and use the proceeds for domestic purposes.

Regulation Y, interpretation concerning a proposal by several bank holding companies to acquire interests in a credit related insurance company under Section 4(c)(6) of the Bank Holding Company Act.

FOR FILES  
Patrick V. Rhea

ACTIONS OF THE BOARD-Continued

Survey of foreign claims of certain member banks and U.S. offices of foreign banks; this survey is a part of a joint effort with other central banks and the Bank for International Settlements to obtain information on the amounts and maturity distribution of credits by banks.

Brookline Trust Company, Brookline, Massachusetts, proposed merger with Metrobank and Trust Co./Norfolk, Milton, Massachusetts, report to the Federal Deposit Insurance Corporation.

Iowa State Bank, Stockport, Iowa, proposed acquisition by The State Central Savings Bank, Keokuk, Iowa, report to the Federal Deposit Insurance Corporation on competitive factors.

Issuance of subordinated capital notes by The Farmers Bank of Lincoln, Lincoln, Missouri.

Issuance of subordinated capital notes by The Bank of Woodward, Woodward, Oklahoma.

Cameron Bancshares, Inc., Cameron, Missouri, extension of time to January 25, 1977, within which to file its registration statement. 1/

Citizens and Southern Holding Company, Atlanta, Georgia, extension of time to March 30, 1977, within which to open for business the offices of Citizens and Southern Mortgage Company located in Albany, Columbus and Rome, Georgia. 1/

Deregistration under the provisions of Regulation G for the Youngstown Sheet and Tube Company, Youngstown, Ohio; Marathon Finance Company, Findlay, Ohio; and Wheeling-Pittsburgh Steel Corporation, Pittsburgh, Pennsylvania. 1/

Citizens Bank of Hattiesburg, Hattiesburg, Mississippi, to make an investment in bank premises. 1/

Connecticut Bank and Trust Company, Hartford, Connecticut, extension of time to June 30, 1977, within which to establish a branch at 629-633 Campbell Avenue, West Haven, Connecticut. 1/

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1/ Application processed on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-Continued

Jackson State Bank, Jackson, Wyoming, extension of time to April 30, 1977, within which to complete the sale of subordinated capital notes. 1/

Citibank Overseas Investment Corporation, New York, New York, extension of time within which to (1) purchase and hold additional shares of HMF; (2) purchase and hold all the shares of AMF; (3) continue to hold the shares of HMF after HMF purchases additional shares of SPAARKAS and (4) acquires the balance of the outstanding shares of CREDIVIT. 1/

Crocker International Bank, amends Article THIRD of its Articles of Association to read: "The home office of this corporation shall be located in the United States at New York City, New York". 1/

Independent Bankers Trust Company, San Rafael, California, extension of time to February 24, 1977, within which to accomplish admission to membership in Federal Reserve System. 1/

1/ Application processed on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-Continued

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

Approved

Union Trust Company of Wildwood, New Jersey, Wildwood,  
Cape May County, New Jersey. Branch to be established  
at the Southwest corner of 5th Avenue and New Jersey  
Avenue, North Wildwood, Cape May County. 2/

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International Investments and Other Actions 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

Approved

Bankers International Corporation: Investment - addition-  
al in Bankers Trustee and Executor Co., Ltd., London.

Chase Manhattan Bank N.A.: Investment - additional shares  
of Banco del Comercio (Panama) S.A.

Chase Manhattan Bank N.A.: Investment - additional in  
Familienbank A.G., Germany.

Morgan Guaranty Trust Company of New York: An extension  
of time to establish a Shell Branch in George Town,  
Cayman Islands.

Mellon International Finance Corporation: Investment -  
to acquire 24.55 per cent of Network Finance Limited,  
Australia.

Continental International Finance Corporation: Investment  
- additional in Singapore International Merchant Bankers  
Limited.

First Chicago International Finance Corporation: Invest-  
ment - additional in First Chicago Australia Limited,  
Australia.

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

ACTIONS OF THE BOARD-Continued

Bamerical International Financial Corporation: Investment - additional in Bamerical Mortgage & Finance Co., Inc., Hato Rey, Puerto Rico.

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International Investments and Other Actions 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

Approved

Bank of America N.T. and S.A.: Investment - additional in European Brazilian Bank Limited, London.

Bank of America N.T. and S.A.: Investment - to acquire 80 per cent interest in Banco Colombo-Americano, a commercial bank to be established in Bogota, Columbia.

Wells Fargo Bank N.A.: An extension of time to establish a Shell Branch in George Town, Cayman Islands.

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On H.2 No. 50, 1976 the following was typed in error, below is the correct listing

International Investments and Other Actions 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

Approved

Crocker International Bank: To amend Articles of Association by changing its name to Crocker Bank International (New York).

ACTIONS OF THE BOARD-Continued

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

Approved

Banco Union, C.A., Caracas, Venezuela, for approval to acquire indirectly 25 per cent of the voting shares of Union Chelsea National Bank, New York, New York, the successor by absorption to Chelsea National Bank, New York, New York.

Consorcio Financiero Union, S.A., Caracas, Venezuela, for approval to acquire indirectly 75 per cent of the voting shares of Union Chelsea National Bank, New York, New York, the successor by absorption to Chelsea National Bank, New York, New York.

Union International Corporation, Wilmington, Delaware, for approval to acquire directly 100 per cent of the voting shares of Union Chelsea National Bank, New York, New York, the successor by absorption to Chelsea National Bank, New York, New York.

PUTNAM NATIONAL CORPORATION, Greencastle, Indiana, for approval to acquire between 50.9 and 99.3 per cent of the voting shares of The Central National Bank of Greencastle, Greencastle, Indiana. 2/

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

Suspended

First National Holding Corp., Atlanta, Georgia, for approval to acquire 100 per cent of the voting shares of First Bank of Savannah, Savannah, Georgia.

First National Holding Corp., Atlanta, Georgia, for approval to acquire 39.28 per cent of the voting shares of The First National Bank of Dalton, Dalton, Georgia.

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

ACTIONS OF THE BOARD-Continued

First National Holding Corp., Atlanta, Georgia, for approval to acquire The Bank of Dalton, Dalton, Georgia indirectly through acquisition of The First National Bank of Dalton, Dalton, Georgia and National Loan Company, Dalton, Georgia.

Approved

First Maryland Bancorp, Baltimore, Maryland, for approval to acquire 51 per cent of the voting shares of The Hancock Bank, Hancock, Maryland.

Royal Trust Bank Corp., Miami, Florida, for approval to acquire 51 per cent or more of the voting shares of Royal Trust Bank of St. Petersburg, Gulfport, Florida. 2/

Royal Trust Bank Corp., Miami, Florida, for approval to acquire 51 per cent or more of the voting shares of Royal Trust Bank of Tampa, Tampa, Florida. 2/

Manufacturers National Corporation, Detroit, Michigan, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of National Bank of Southfield, Southfield, Michigan.

Northwest Bancorporation, Minneapolis, Minnesota, for approval to acquire 90 per cent or more of the voting shares of First National Bank of Ottumwa, Ottumwa, Iowa.

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

Delayed

Flagship Banks, Inc., Miami Beach, Florida, notification of intent to engage in de novo activities (acting as agent for the sale of credit life and credit accident and health insurance and other credit related insurance that is directly related to extensions of credit by the bank holding company and/or its banking and non-banking subsidiaries) at offices in Tallahassee, Melbourne, Orlando, Tavares, Sanford, Kissimmee, Titusville, Ormond

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

ACTIONS OF THE BOARD-Continued

Beach, Crescent City, Arcadia, Tampa, Lutz, Mulberry, Zephyrhills, Fort Meade, Hialeah, Miami, Coral Gables, St. Petersburg, Jacksonville, Boynton Beach, West Palm Beach, Fort Myers, Punta Gorda, all located in Florida, through a subsidiary, Seaforth, Inc., 5401 West Kennedy Blvd., Tampa, Florida (listed on H.2 No. 50, 1976 as Received) and at West Bay Street, Davenport, 120 South Lake Shore Way, Lake Alfred, and Jones Avenue at 6th Street, Haines City, all located in Florida, through a subsidiary, Seaforth, Inc. (listed on H.2 No. 51, 1976 as Received) (12/30/76) 3/

Permitted

First Pennsylvania Corporation, Philadelphia, Pennsylvania, notification of intent to engage in de novo activities (making, acquiring, or servicing for its own account or for the account of others, loans or other extensions of credit in particular commercial lending related to lease transactions and conditional sales financing) at Center Square West, 16th and Market Streets, Philadelphia, Pennsylvania, through its subsidiary, First Pennsylvania Leasing, Inc. (12/30/76) 3/

NBC Co., Lincoln, Nebraska, notification of intent to continue to engage in de novo activities (conducting the business of an industrial loan and investment company including issuance of interest bearing savings certificates and the making of loans, including consumer loans, commercial loans, and real estate mortgage loans) through a subsidiary, Mutual Savings Company and (acting as an insurance agent in the sale of credit life and accident insurance directly related to extensions of credit by company's subsidiary, Mutual Savings Company for the purposes of assuring the repayment of extensions of credit in the event of death or disability of the borrower) through a subsidiary, NBC Credit Insurance Agency, Inc. Such activities will be conducted at the southwest corner of 40th & South Streets, Lincoln, Nebraska (12/31/76) 3/

Mercantile Texas Corporation, Dallas, Texas, notification of intent to engage in de novo activities (making or acquiring, for its own account or for the account of others, loans or extensions of credit including the following: "consumer credit" loans; accounts receivable of a bank in connection with purchases made by holders

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.



ACTIONS OF THE BOARD-Continued

of credit cards issued by that bank; loans secured by liens on improved real estate and payable in a lump sum at maturity; interim loans to finance the construction of industrial, commercial, residential, or farm building; short-term commercial loans made for business or commercial purposes generally payable within 90 days; loans made to finance the acquisition or carrying of accounts receivable or inventory by merchants and dealers; retail installment paper originated by dealers or other sellers of goods or services and purchased by a bank; equipment leases executed in financing transactions in which a bank's property has been purchased for the purpose of leasing it to a customer; certificates of deposit issued by a bank having maturities ranging from 30 to 270 days; mortgage warehousing loans generally secured by pledges of the mortgage notes and ordinarily held for one year or less; equipment financing loans made by businesses secured by personal property and generally repayable in installments over a one-to-five year period; income-producing mineral interest loans secured by income-producing mineral interest generally repayable in installments over a three-to-seven year period; repurchase agreements with financial institutions involving money-market and other investments in short-term securities either on a direct investment or on a repurchase basis) at 1704 Main Street, Dallas, Texas (12/30/76) 3/

Fremont Bancorporation, Fremont, California, notification of intent to engage in de novo activities (acting as investment or financial adviser including providing portfolio and investment advice to any person) at 39150 Fremont Boulevard, Fremont, California (12/30/76) 3/

Security Pacific Corporation, Los Angeles, California, notification of intent to engage in de novo activities (the financing of personal property and equipment and real property and the leasing of such property or the acting as an agent, broker, or adviser in the leasing and/or financing of such property where 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 compensate the lessor for not less than the lessor's full investment in the property plus the esti-

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-Continued

mated total cost of financing the property over the term of the lease and the servicing of such financing and/or leases) at Suite 206, The Weber Building, 9420 Annapolis Road, Lanham, Maryland, through its subsidiary, Security Pacific Leasing Corporation (12/30/76) 3/

Security Pacific Corporation, Los Angeles, California, notification of intent to engage in de novo activities (the origination and acquisition of mortgage loans including development and construction loans on multi-family and commercial properties, for its own account or for the sale to others and servicing of such loans for others) at 20370 Tower Center Lane, Cupertino, California, through its subsidiary, Security Pacific Mortgage Corporation (12/27/76) 3/

Security Pacific Corporation, Los Angeles, California, notification of intent to engage in de novo activities (the origination and acquisition of mortgage loans including development and construction loans on multi-family and commercial properties, for its own account or for the sale to others and the servicing of such loans for others) at 3735 Main Street, Riverside, California, through its subsidiary, Security Pacific Mortgage Corporation (12/27/76) 3/

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

Returned

Chicago Helicopter Industries, Inc., Chicago, Illinois, notification of intent to acquire through a wholly-owned subsidiary to be formed the operating division known as "Steel Packaging Division - St. Louis Region", of N.L. Industries, Inc., New York (12/28/76) 3/

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

APPLICATIONS RECEIVED

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

Dutchess Bank and Trust Company, Poughkeepsie, New York.  
Branch to be established at the Southwest corner of Mill  
and Garden Streets, City of Poughkeepsie, County of  
Dutchess.

The Provident Bank, Cincinnati, Ohio. Branch to be es-  
tablished at Madison and Michigan Avenue, Cincinnati,  
Hamilton County.

The Central Trust Company of Canal Winchester, Canal  
Winchester, Ohio. Branch to be established at 8 South  
High Street, Canal Winchester, Franklin County.

First Virginia Bank, Falls Church, Virginia. Branch to  
be established at Braddock and Twinbrooke Roads, Fairfax  
County.

The De Kalb Bank, De Kalb, Illinois. Branch to be es-  
tablished at 1602 Sycamore Road, De Kalb.

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

Manufacturers Hanover Trust Company, New York, New York:  
Branch - Milan, Italy.

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

Banco Union, C.A., Caracas, Venezuela, for approval to  
acquire indirectly 25 per cent of the voting shares of  
Union Chelsea National Bank, New York, New York, the  
successor by absorption to Chelsea National Bank, New  
York, New York.

APPLICATIONS RECEIVED-Continued

Consorcio Financiero Union, S.A., Caracas, Venezuela, for approval to acquire indirectly 75 per cent of the voting shares of Union Chelsea National Bank, New York, New York, the successor by absorption to Chelsea National Bank, New York, New York.

Union International Corporation, Wilmington, Delaware, for approval to acquire directly 100 per cent of the voting shares of Union Chelsea National Bank, New York, New York, the successor by absorption to Chelsea National Bank, New York, New York.

Farmers Bancshares, Inc., Hardinsburg, Kentucky, for approval to acquire 80 per cent of the voting shares of The Farmers Bank, Hardinsburg, Kentucky.

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

Republic of Texas Corporation, Dallas, Texas, for approval to acquire 100 per cent of the voting shares (less directors' qualifying shares) of Dallas National Bank in Dallas, Dallas, 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

Chemical New York Corporation, New York, New York, notification of intent to engage in de novo activities (operating as an industrial bank in the manner authorized by the laws of the State of Colorado including: making direct loans, purchasing sales finance contracts and such other extensions of credit as would be made or acquired by an industrial bank; providing, at the election of debtors of said industrial bank, group credit life and group accident and health insurance directly related to such extensions of credit; and receiving time savings deposits) at 2779 Canyon Boulevard, Boulder, Colorado, 116 East Foothills Parkway, Fort Collins, Colorado, and 1005 29th Avenue Court, Greeley, Colorado, through its subsidiary, Sunamerica Corporation and its subsidiary, Sun Finance and Loan Company (12/31/76) 3/

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

APPLICATIONS RECEIVED-Continued

Citicorp, New York, New York, notification of intent to relocate de novo activities (the purchasing and servicing for its own account 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 on purchased consumer installment sales finance contracts, said insurance will only be offered when such transactions are the equivalent of direct extensions of consumer credit by the subsidiary; if this proposal is effected, the subsidiary will offer to sell insurance as follows: group credit life/accident and health insurance to cover the outstanding balances on consumer installment sales finance contracts to obligators, singly or jointly, with their spouses or cosigners in the case of life coverage in the event of death, or, to make the contractual monthly payments on consumer installment sales finance transactions in the event of the obligators' disability to the extent permissible under applicable State insurance laws and regulations; individual casualty insurance on personal property subject to security agreements) from 11950 Airline Drive, Houston, Texas to 12400 I-45 at Greens Road, Houston, Texas, through its subsidiary, Nationwide Financial Corporation (12/28/76) 3/

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 \$5,000.00 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 balance of loans outstanding and fire and theft insurance to protect household goods held as collateral during the periods of credit extensions) at Valmont Shopping Center, Route 93, West Hazelton, Luzerne County, Pennsylvania, through its subsidiary, Suburban Finance Company and its subsidiary, Sentry Consumer Discount Company (12/29/76) 3/

Financial Services Corporation of the Midwest, Rock Island, Illinois, notification of intent to engage in de novo activities (making or acquiring, for its own account secured and unsecured installment loans and other extensions of credit including through acceptance of

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

APPLICATIONS RECEIVED-Continued

drafts primarily to individuals, and selling participations in but not acting as underwriter, agent, or broker with respect thereto group credit life and credit health and accident insurance coverage directly related to such loans and other extensions of credits) at 821 15th Avenue, East Moline, Illinois, through its subsidiary, F.S.C. Money Shops, Inc. (12/22/76) 3/

National Detroit Corporation, Detroit, Michigan, notification of intent to engage in de novo activities (making, acquiring, and servicing for its own account and for the account of others, mortgage loans and other extensions of credit in connection with the purchase, development and/or improvement of real property and all activities incidental thereto) at 715 East Front Street, Traverse City, Michigan, through its subsidiary, NBD Mortgage Company (12/10/76) 3/

Northern States Bancorporation, Inc., Detroit, Michigan, notification of intent to relocate de novo activities (mortgage banking activities by originating residential, commercial and industrial mortgage loans for its own account but principally for sale to others, servicing such loans for others, and acting as an investment or a financial adviser to the extent of serving as the advisory company for a mortgage or real estate investment trust) from 717 South Grand Traverse Street, Flint, Michigan to G 3306 W. Corunna Road, Flint, Michigan, through its subsidiary, Kelly Mortgage Investment Company (12/28/76) 3/

Farmers Bancshares, Inc., Hardinsburg, Kentucky, for approval to acquire the assets of Farmers Insurance Agency (previously operated as the Bennett Insurance Agency), Hardinsburg, Kentucky.

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REPORTS RECEIVED

Proxy Statement (Special Meeting) Filed Pursuant to Section 14(a) of the Securities Exchange Act

Union Trust Company of Wildwood, Wildwood, New Jersey.

3/ 4(c)(8) and 4(c)(12) notifications processed by Reserve Bank on behalf of the Board of Governors under delegated authority.

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PETITIONS FOR RULEMAKING

None.

Board of Governors of the Federal Reserve System, January 14,  
1977.

(SEAL) (signed) Griffith L. Garwood

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Griffith L. Garwood  
Deputy Secretary of the Board