

Records Section
B-1125

ANNOUNCEMENT BY
BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
(H.2, 1978 No. 2)

Actions of the Board; Applications and Reports
Received During the Week Ending January 14, 1978

ACTIONS OF THE BOARD

1978 budget for the Board of Governors approved.

Allen L. Raiken, Associate General Counsel, promotion
from the position of Assistant General Counsel.

Robert E. Mannion, Associate General Counsel, promotion
from the position of Assistant General Counsel.

Issuance of subordinated capital notes by The City Bank
Company, Lorain, Ohio.

Issuance of subordinated notes by The Citizens Bank,
Batesville, Arkansas.

Waukon Financial Corp., Waukon, Iowa, extension of time
to April 14, 1978, within which to acquire 54.8 per cent
or more of the voting shares of Waukon State Bank,
Waukon, Iowa. 1/

Independent Bank and Trust, West Trenton, New Jersey, to
make an investment in bank premises. 1/

Deregistration under Regulation G for Bankers Life and
Casualty and Continental Materials Corp., both of
Chicago, Illinois. 1/

Boston Overseas Financial Corporation, Boston, Massachusetts,
extension of time to January 14, 1979, within which to
consummate proposed investment in shares of Compania
Financiera de Boston Sociedad Anonima, Santiago de
Chile, Chile. 1/

Boston Overseas Financial Corporation, Boston, Massachusetts,
extension of time to January 14, 1979, within which to
consummate proposed investment in shares of Boston e
Interior Banco de Inversion, S.A., Buenos Aires, Argentina.
1/

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

ACTIONS OF THE BOARD-Continued

Citibank, N.A., New York, New York, extension of time within which to complete its investment in Banco de Honduras, S.A., Tegucigalpa, Honduras. 1/

First National Bank of Snow Hill, Snow Hill, Maryland, proposed merger with The First National Bank of Maryland, Baltimore, Maryland, report to the Comptroller of the Currency on competitive factors. 1/

Clarendon Bank & Trust, McLean, Virginia, and Alexandria National Bank of Northern Virginia, Springfield, Virginia, proposed merger with Arlington Trust Company, Incorporated, Herndon, Virginia, report to the Federal Deposit Insurance Corporation on competitive factors. 1/

Farmers and Merchants State Bank of Rush County, La Crosse, Kansas, extension of time to July 28, 1978, within which to terminate its 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

The Bank of New York, New York, New York. Branch to be established on the first level of The White Plains Fashion Plaza (near the southwest corner of Main and Grove streets), White Plains, Westchester County. 2/

Peoples Bank of Danville, Danville, Virginia. Branch to be established at 150 Westover Drive, Danville. 2/

Old Kent Bank and Trust Company, Grand Rapids, Michigan. Branch to be established in the vicinity of 0-300 Chicago Drive, Georgetown Township, Ottawa County. 2/

Barclays Bank of New York, New York, New York. Branch to be established at J.F.K. International Airport, Queens County. 2/

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To Become a Member of the Federal Reserve System Pursuant to Section 9 of the Federal Reserve Act

Approved

Wyoming Bank of Rawlins, Rawlins, Wyoming. 2/

Cordova State Bank, Pensacola, Florida. 2/

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

Approved

Mellon International Finance Corporation, Pittsburgh, Pennsylvania: to establish a branch in Cayman Islands, to be located in George Town, Grand Cayman.

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

ACTIONS OF THE BOARD-Continued

Thirty Day Notice of Intention to Establish an
Additional Branch in a Foreign Country

Approved

Morgan Guaranty Trust Company of New York, New York:
to establish an additional branch in Italy to be located
in Rome.

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

Approved

First National Schaumburg Corporation, Schaumburg,
Illinois, for approval to acquire 80 per cent or more of
the voting shares of Schaumburg State Bank, Schaumburg,
Illinois.

Memphis Bancshares Inc., Memphis, Missouri, for approval
to acquire approximately 91 per cent of the voting
shares of Farmers and Merchants Bank of Memphis,
Missouri, Memphis, Missouri.

Kremmling Holding Company, Kremmling, Colorado, for ap-
proval to acquire 100 per cent (less directors' qual-
ifying shares) of the voting shares of Bank of Kremmling,
Kremmling, Colorado.

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

Approved

Citizens Bancorporation, Sheboygan, Wisconsin, for ap-
proval to acquire 80 per cent or more of the voting
shares of North Shore Bank, Shorewood, Wisconsin. 2/

First National Charter Corporation, Kansas City, Missouri,
for approval to acquire 80 per cent or more of the
voting shares of Farmers State Bank of Lockwood, Lock-
wood, Missouri. 2/

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

ACTIONS OF THE BOARD-Continued

To Expand a Bank Holding Company Pursuant to Section
3(a)(5) of the Bank Holding Company Act of 1956

Approved

First National Financial Corporation, Kalamazoo, Michigan,
for approval to acquire 100 per cent of the voting
shares of American Bankcorp., Inc., Lansing, Michigan.

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

Withdrawn

Eicher Bancorporation, Iowa City, Iowa, for approval in
acting de novo as agent in the sale of credit life and
credit health and accident insurance as a convenience to
customers of Hawkeye State Bank, Iowa City, Iowa.

Returned

Chemical New York Corporation, New York, New York, for ap-
proval to engage indirectly in the activity of reinsur-
ing credit life and disability insurance sold in con-
nection with extensions of credit in the State of New
York through Sun States Life Insurance Company and Great
Lakes Insurance Company, both in Cleveland, Ohio.

Delayed

American Fletcher Corporation, Indianapolis, Indiana,
notification of intent to engage in de novo activities
(making or acquiring, for its own account loans or other
extensions of credit for personal, family or household
purposes, purchasing for its own account consumer in-
stallment sales finance contracts; and acting as agent
with respect to credit life and disability insurance on
borrowing customers and insurance which protects prop-
erty taken as collateral in connection with such ex-
tensions of credit) at 108 North Pennsylvania Street,
Indianapolis, Indiana, through its subsidiary, Local
Finance Corporation (1/10/78) 3/

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-ContinuedPermitted

Chemical New York Corporation, New York, New York, notification of intent to engage in de novo activities (making available to its borrowers property and casualty insurance directly related to extensions of credit) at 450 East Southern Avenue, Mesa, Arizona; 3786 South East Street, Indianapolis, Indiana; 4915 I-55 North, Jackson, Mississippi; 4431 Northwest 63rd Street, Oklahoma City, Oklahoma and 2160 Hoffmeyer Road, Florence, South Carolina, through its subsidiary, Sunamerica Corporation (1/12/78) 3/

Chemical New York Corporation, New York, New York, notification of intent to engage in de novo activities (extending direct loan credit, purchasing sales finance contracts, and making such other extensions of credit as would be made or acquired by a consumer finance company operating under the South Carolina Consumer Protection Code; and providing, at the election of debtors of said consumer finance company, group credit life and group accident and health insurance directly related to such extensions of credit; and making available to its borrowers property and casualty insurance directly related to extensions of credit; credit life and credit accident and health insurance written by the new office will be reinsured by two existing subsidiaries of Chemical New York Corporation, Sun States Life Insurance Company and Great Lakes Insurance Company) to be located within one mile of the intersection of Highway 585 and California Avenue, Spartanburg, South Carolina, through its indirect subsidiary, The Sun Finance & Loan Company to be known as Sun Finance Company-1203, Inc. (1/14/78) 3/

Citicorp, New York, New York, notification of intent to engage in de novo activities (making loans to individuals and businesses secured by real and personal property, the proceeds of which may be for purposes other than personal, family or household usage; sale of credit related life/accident and health, or decreasing or level (in the case of single payment loans) term life insurance to cover the outstanding balances on credit transactions (singly or jointly with co-signers in the case of life coverage) in the event of death, or, to make contractual monthly payments on the credit transactions in the event of the obligator's disability

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

by licensed agents or brokers to the extent permissible under applicable State insurance laws and regulations; the sale of credit related property and casualty insurance protecting personal and real property subject to a security agreement with Citicorp Person-to-Person Financial Center, Inc. and to include liability coverage in home and automobile owner "package" policies where such is the general practice by licensed agents or brokers to the extent permissible under applicable State insurance laws and regulations; credit related decreasing term life insurance and accident and health insurance may be reinsured by Gateway Life Insurance Company, an affiliate of Citicorp Person-to-Person Financial Center, Inc.; further, in regard to the sale of credit related insurance, the subsidiary does not act as a general insurance agency) at 1892 East Airline Drive, Bossier City, Louisiana; 1223 North 18 Street, Monroe, Louisiana; Aurora Village, 4132 General DeGaulle Drive, New Orleans, Louisiana; Bon Marche Center, 7166 Crowder Road, New Orleans, Louisiana; Severn Village Shopping Center, 3030 Severn Avenue, Metairie, Louisiana; Kenner Plaza, 3312 Williams Blvd., Kenner, Louisiana; 3130 Cache Road, Suite 2, Lawton, Oklahoma; 410 S. Main Street, Main Park Plaza, Tulsa, Oklahoma; 3127 S. Sheridan, P.O. Box 45392, Tulsa, Oklahoma; 5313 E. 41st Street, Southroads Shopping Center, Tulsa, Oklahoma; Centre 71, 8210 East 71st Street, Tulsa, Oklahoma and 432 West Main Street, Vernal, Utah, through its subsidiary, Nationwide Financial Services Corporation presently operating as Citicorp Person-to-Person Financial Center, Inc. (1/13/78) 3/

National Central Financial Corporation, Lancaster, Pennsylvania, notification of intent to continue to engage in de novo activities (for its own account or for the account of others, making construction and development construction loans, and originating, acquiring, packaging, selling, and servicing residential, commercial, and industrial mortgage loans; selling credit life/accident and health insurance on such extensions of credit by Hartzler and generally engaging in the mortgage banking business) at 9051 Colerain Avenue, Cincinnati, Ohio, through a subsidiary, Hartzler Mortgage Company (1/14/78) 3/

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

Walter E. Heller International Corporation, Chicago, Illinois, notification of intent to continue to engage in de novo activities (the business of commercial finance) at 720 Olive Street, St. Louis, Missouri, through its subsidiary, National Acceptance Company of America, Chicago, Illinois (1/13/78) 3/

Walter E. Heller International Corporation, Chicago, Illinois, notification of intent to continue to engage in de novo activities (the business of commercial finance) at 3000 Town Center, Southfield, Michigan, through its subsidiary, National Acceptance Company of America, Chicago, Illinois (1/13/78) 3/

Walter E. Heller International Corporation, Chicago, Illinois, notification of intent to continue to engage in de novo activities (the business of commercial finance) at 2401 West Big Beaver Road, Troy, Michigan, through its subsidiary, Walter E. Heller & Company, Chicago, Illinois (1/13/78) 3/

Approved

Memphis Bancshares, Inc., Memphis, Missouri, for approval to engage in the sale, as agent, of credit life and credit accident and health insurance directly related to extensions of credit by Farmers and Merchants Bank of Memphis, Missouri, Memphis, Missouri.

Kremmling Holding Company, Kremmling, Colorado, for permission to engage de novo in the sale as agent of credit life and credit accident and health insurance directly related to extensions of credit by Bank of Kremmling, Kremmling, Colorado.

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Certifications Issued Pursuant to the Bank Holding Company Tax Act of 1976

Republic of Texas Corporation, Dallas, Texas, prior certification pursuant to section 6158(a) of the Internal Revenue Code that each sale by The Howard Corporation of certain of its nonbanking assets, which occurred prior to December 31, 1976, was necessary or appropriate to effectuate section 4 of the Bank Holding Company Act. (Legal Division Docket TCR 76-159)

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

Chemical Bank, New York, New York. Branch to be established in Space #204 and Space #302, Grand Central Terminal, 89-105 East 42nd Street, New York.

The State Bank of Raritan Valley, Raritan, New Jersey. Branch to be established on the north side of U.S. Route 202, in the vicinity of River Road, Branchburg Township.

The Thurmont Bank, Thurmont, Maryland. Branch to be established at the intersection of Grove Street and State Route 85, Frederick.

Seattle Trust and Savings Bank, Seattle, Washington. Branch to be established at the intersection of South 180th and Andover Park, West, in Tukwila.

Bank of Bixby, Bixby, Oklahoma. Branch to be established as a detached facility at N.E. Corner of 119th and South Memorial Drive, Bixby, and to move the main bank to a new location at 11901 South Memorial Drive.

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To Become a Member of the Federal Reserve System
Pursuant to Section 9 of the Federal Reserve Act

Bank of Windsor, Windsor, Colorado.

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

Bank of Boston International, New York, New York: to establish a branch in Cayman Islands to be located in George Town, Grand Cayman.

APPLICATIONS RECEIVED-Continued

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

Chilton Bancshares, Inc., Thorsby, Alabama, for approval
to acquire 84 per cent of the voting shares of Chilton
County Bank, Thorsby, Alabama.

Stratton Agency, Inc., Stratton, Nebraska, for approval
to acquire 100 per cent (less directors' qualifying
shares) of the voting shares of Commercial Bank,
Stratton, Nebraska.

Groom Bancshares, Inc., Groom, Texas, for approval to
acquire 100 per cent of the voting shares (less di-
rectors' qualifying shares) of The State National Bank
of Groom, Groom, Texas.

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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 ap-
proval to acquire 100 per cent of the voting shares
(less directors' qualifying shares) of Ridglea Bank,
Fort Worth, 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

First Bancorp of N.H. Inc., Manchester, New Hampshire,
notification of intent to engage in de novo activities
(origination, selling and servicing both residential and
commercial mortgages, originating and servicing con-
struction loans) at Smith Road & D.W. Highway South,
Merrimack, New Hampshire, through a subsidiary, First-
bank Mortgage Corp., Manchester, New Hampshire (1/13/78)

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

- Chemical New York Corporation, New York, New York, for approval to engage indirectly in the activity of re-insuring credit life and disability insurance sold in connection with extensions of credit made by its non-banking subsidiaries in Arizona, Indiana, Kentucky, Mississippi, and Oklahoma.
- Citicorp, New York, New York, for approval to engage directly or indirectly through subsidiaries, in the sale of money orders, travelers checks, United States Savings Bonds, financial management courses, and similar consumer-oriented instructional material.
- 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, casualty and theft insurance to protect household goods held as collateral during the periods of credit extensions) at 3820 Walnut Street, Harrisburg, Pennsylvania, through its subsidiary, Suburban Finance Company known as Sentry Consumer Discount Company (1/13/78) 3/
- Philadelphia National Corporation, Philadelphia, Pennsylvania, for approval to acquire Colonial Mortgage Service Company Associates, Inc., Kensington, Maryland.
- Pittsburgh National Corporation, Pittsburgh, Pennsylvania, notification of intent to engage in de novo activities (mortgage banking, including the making, acquiring and servicing for its own accounts or the accounts of others, loans and other extensions of credit) at Suite 238, Fikse Building, 7002 Moody Street, La. Palma, California, through its wholly-owned subsidiary, The Kissell Company, Springfield, Ohio (1/9/78) 3/
- First National Holding Corp., Atlanta, Georgia, notification of intent to engage in de novo activities (making or acquiring, for its own account or for the account of others, loans, discounts, acceptances, and other extensions of credit, including without limitation, unsecured

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

loans, loans secured by inventory, accounts receivable, contract rights, equipment, real property, and chattels and such other business as is customarily engaged in by banks and factoring companies) at 4362 Peachtree Road, N.E., Atlanta, Georgia, through a subsidiary, Gulf Finance Corp. (1/12/78) 3/

Nortrust Corporation, Chicago, Illinois, for approval to engage in trust activities through a de novo subsidiary, Northern Trust Co. of Texas, and to engage in agricultural activities through an existing office of Nortrust Farm Management, Inc., both in San Antonio, Texas.

First Union Bancorporation, St. Louis, Missouri, for approval to retain the ownership of St. Louis Union Trust Company, St. Louis, Missouri, a non-deposit trust company, and indirect control of First Union Trust Company in Kansas City, Kansas City, Missouri.

Exchange National Corporation, Ardmore, Oklahoma, notification of intent to engage in de novo activities (the holding company will have sole beneficial interest in the trust and thereby engage in insurance agency activities limited to the sale of decreasing term credit life insurance on installment loans (both single and joint), level term credit life insurance on single payment demand notes and credit accident and health insurance in connection with extensions of credit by the holding company's subsidiary bank, Exchange National Bank and Trust Company, Ardmore, Oklahoma) on the premises of the bank at Exchange Plaza, 300 Block West Main Street, Ardmore, Oklahoma, through an indirect subsidiary, Insurance Exchange Agency, Inc. whose stock is wholly-owned by Exchange Business Trust (an Oklahoma Business Trust) (1/12/78) 3/

Security Pacific Corporation, Los Angeles, California, notification of intent to engage in de novo activities (acting as broker or agent for the sale of credit related property and casualty insurance) at 6111 East Skelly Drive, Tulsa, Oklahoma and 4210 Johnson Drive, Shawnee Mission, Kansas, through its subsidiary, The Bankers Investment Company d/b/a Security Pacific Finance Corp. (1/6/78) 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

Security Pacific Corporation, Los Angeles, California, notification of intent to engage in de novo activities (acting as broker or agent for the sale of credit-related property and casualty insurance) at 4760 Flint-ridge, Colorado Springs, Colorado, through its subsidiary, The Bankers Investment Company d/b/a Security Pacific Finance Corporation and at 23521 Paseo de Valencia, Laguna Hills, California, through a subsidiary, Security Pacific Finance Corporation (1/3/78) 3/

Wells Fargo & Company, San Francisco, California, notification of intent to engage in de novo activities (making or acquiring, for its own account or for the account of others, loans and other extensions of credit; leasing personal or real property or acting as agent, broker or adviser in leasing such property where the lease is to serve as the functional equivalent of an extension of credit to the lessee of the property and 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 estimated total cost of financing the property over the term of the lease, from rentals, estimated tax benefits, investment tax credit, net economic gain from tax deferral from accelerated depreciation, and other tax benefits with substantially the same effect and 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) at 12700 Park Central Place, Dallas, Texas, through its subsidiary, Wells Fargo Leasing Corporation (1/5/78) 3/

Wells Fargo & Company, San Francisco, California, notification of intent to engage in de novo activities (making or acquiring, loans and other extensions of credit including acquiring consumer installment loans originated by others; and making or acquiring, commercial loans secured by a borrower's assets, servicing loans for the account of others, and making full payout leases of personal property to the extent permitted by

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

Section 225.4(a)(6)(a) of Regulation Y of the Federal Reserve Board) at 330 Washington Street, Marina Del Rey, California, through its subsidiary, Wells Fargo Finance Corporation (1/5/78) 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

The Jacobus Company, Wauwatosa, Wisconsin, notification of intent to acquire certain assets of Lake Shore Oil Company of Cudahy, Cudahy, Wisconsin, a residential and commercial heating fuel oil and gasoline business (1/12/78) 3/

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For Certifications Pursuant to the Bank Holding Company Tax Act of 1976

Warner Communications, Inc., New York, New York, to divest shares of Garden State National Bank, Paramus, New Jersey. (Legal Division Docket TCR 76-159)

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REPORTS RECEIVED

None.

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PETITIONS FOR RULEMAKING

None.

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