

ANNOUNCEMENT BY

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
(H.2, 1979 No. 46)

Actions of the Board; Applications and Reports

Received During the Week Ending November 17, 1979

APPLICABLE
RESERVE BANK

ACTIONS OF THE BOARD

Statement by Chairman Paul A. Volcker before the Subcommittee on Domestic Monetary Policy and Subcommittee on International Trade, Investment and Monetary Policy of the House Banking Committee.

Statement by Governor Henry C. Wallich, before the Subcommittee on International Economics of the Joint Economic Committee on the international implications of the Federal Reserve's October 6 measures.

Statement by Governor Nancy H. Teeters before the House Budget Committee's Task Force on the Budget Process to discuss proposals for improving control over Federal credit programs.

Federal bank supervisory agencies announced a policy statement setting forth precautionary rules and specific guidelines for commercial banks that engage in futures, forward and standby contracts for U.S. government and agency securities.

- Philadelphia Bank of Mid-Jersey, Bordentown, New Jersey, extension of time to May 15, 1980, within which to issue subordinated capital notes.
- Cleveland Bank One Corporation, Columbus, Ohio, extension of time to March 31, 1980, within which to acquire The Hardin National Bank, Kenton, Ohio. 1/
- Chicago Central Wisconsin Bankshares, Inc., Wausau, Wisconsin, extension of time to January 5, 1980, within which to acquire 98.6 per cent of more of the voting shares of Northern Security National Bank of Rhinelander, Pelican, Wisconsin. (in organization) 1/
- Chicago Fidelity Company, Dyersville, Iowa, extension of time to December 21, 1979, within which to become a bank holding company through acquisition of 80 per cent or more of the voting shares of Fidelity Bank and Trust, Dyersville, Iowa. 1/

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

ACTIONS OF THE BOARD-Continued

- Kansas City Guaranty Bancshares, Inc., Oklahoma City, Oklahoma, extension of time to December 31, 1979, within which to consummate the acquisition of Guaranty Bank & Trust Co., Oklahoma City, Oklahoma. 1/
- Chicago TALEN, INC., Edgerton, Wisconsin, extension of time to February 6, 1980, within which to become a bank holding company through acquisition of 80 per cent or more of the voting shares of First State Bank of Edgerton, Wisconsin. 1/
- Richmond Pleasants County Bank, St. Marys, West Virginia, permission to pay a dividend. 1/
- New York First Bank of Colonia, Colonia, New Jersey, extension of time to establish a branch office at 990 Ianman Avenue, Edison Township, New Jersey. 1/

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

ACTIONS OF THE BOARD-Continued

Issued Intent Not to Disapprove Change of Control
Pursuant to Change in Bank Control Act of 1978

Not Disapproved

State Bank of Boyd, Boyd, Wisconsin.

Phillipsco Inc., Denver, Colorado.

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Applications and Notifications for 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

New York Approved
Manufacturers Hanover International Finance Corporation,
New York, New York: grants consent to purchase and
hold, directly or indirectly, 7,500 additional shares
of Al Saudi Bank, Paris, France.

New York Sixty Day Notification Period Allowed to Expire
Chase Manhattan Overseas Banking Corporation, Newark,
Delaware: no objection to acquire an additional 50
percent of the shares of Chase and Bank of Ireland
(International) Limited, Dublin, Ireland, thereby
increasing CMOBC's interest to 100 per cent.

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To Organize, or Invest in, a Corporation Doing Foreign
Banking and Other Foreign Financing Pursuant to Section
25 or 25(a) of the Federal Reserve Act

Chicago Approved
The First National Bank of Chicago, Chicago, Illinois:
to establish an Edge Corporation to be known as
First Chicago International - New England, Boston,
Massachusetts.

ACTIONS OF THE BOARD—ContinuedTo Form a Bank Holding Company Pursuant to Section
3(a) (1) of the Bank Holding Company Act of 1956

- Approved
- Atlanta Carroll County Financial Corporation, Temple,
Georgia, for approval to acquire 100 per cent of
the voting shares of Bank of Carroll County, Temple,
Georgia. 1/ & 2/
- Atlanta Farmers Bancshares, Inc., Douglas, Georgia, for approval
to acquire 80.2 per cent of the voting shares of
Farmers State Bank, Cadwell, Georgia. 1/ & 2/
- Chicago Lone Rock Investments, Inc., Lone Rock, Wisconsin, for
approval to acquire 99.4 per cent of the voting shares
of State Bank of Lone Rock, Lone Rock, Wisconsin. 1/ & 2/
- Kansas City Ionia Bancshares, Inc., Ionia, Missouri, for approval
to acquire 80 per cent or more of the voting shares
of Bank of Ionia, Ionia, Missouri. 1/ & 2/
- Dallas Granbury Bancshares, Inc., Granbury, Texas, for approval
to acquire 80 per cent or more of the voting shares
of Granbury State Bank, Granbury, Texas. 1/ & 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

- Approved
- Chicago Hawkeye Bancorporation, Des Moines, Iowa, for approval
to acquire 100 per cent of the voting shares of
Waukon Financial Corp., Waukon, Iowa and thereby in-
directly acquire 88.48 per cent of Waukon State Bank,
Waukon, Iowa. 1/ & 2/
- Minneapolis Security BancShares of Montana, Inc., Billings, Montana,
for approval to acquire 100 per cent of the voting
shares (less directors' qualifying shares) of Pioneer
Bank, Billings, Montana, a proposed new bank. 1/ & 2/

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

2/ Application subject to Community Reinvestment Act. The Community
Reinvestment Officer of the applicable Reserve Bank may be contacted
as to the length of the comment period.

ACTIONS OF THE BOARD-Continued

- Kansas City First National Lincoln Corp., Lincoln, Nebraska,
for approval to retain 6.67 per cent of the
voting shares of The McCook National Bank,
McCook, Nebraska. 1/ & 2/
- Dallas First International Bancshares, Inc., Dallas, Texas,
for approval to acquire 100 per cent of the voting
shares (less directors' qualifying shares) of the
successor by merger to First National Bank in Conroe,
Conroe, Texas. 1/ & 2/
- Dallas Republic of Texas Corporation, Dallas, Texas, for
approval to acquire 100 per cent of the voting shares
(less directors' qualifying shares) of the successor
by merger to Southwest National Bank, San Antonio,
Texas. 1/ & 2/

Denied

- New York Fidelity Union Bancorporation, Newark, New Jersey, for
approval to acquire 100 per cent of the voting shares
of Garden State National Bank, Paramus, New Jersey.
2/

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

- Minneapolis Northwest Bancorporation, Minneapolis, Minnesota, for
approval to conduct audit services for nonaffiliated
banks through a wholly-owned subsidiary, Banco In-
corporated, Minneapolis, Minnesota.
- New York Citicorp, New York, New York, notification of intent
to engage in de novo activities (operating a credit
card business including, but not limited to, solicit-
ing and entering into agreements with merchant cus-
tomers to service and process bank card changes, such
servicing may include providing credit authorizations,
supplies, and data processing) at 290 Interstate North,
Suite 130, Atlanta, Georgia, through its subsidiary,
Citicorp Credit Services, Inc. (11/16/79) 3/

- 1/ Application processed on behalf of the Board of Governors under delegated
authority.
- 2/ Application subject to Community Reinvestment Act. The Community
Reinvestment Officer of the applicable Reserve Bank may be contacted
as to the length of the comment period.
- 3/ 4(c) (8) or 4(c) (12) notification processed by Reserve Bank on behalf
of the Board of Governors under delegated authority.

ACTIONS OF THE BOARD-ContinuedApproved

Minneapolis Dakota Bankshares, Inc., Fargo, North Dakota, for approval to acquire 100 per cent of the voting shares of Red River Acceptance, Inc., Fargo, North Dakota.
1/

Reactivated

Kansas City Kansas Bank Corporation, Liberal, Kansas, notification of intent to engage in de novo activities (acting as agent in the sale of life, accident and health, property and casualty insurance which are directly related to extensions of credit by its subsidiaries, First National Bank in Liberal, Liberal, Kansas and First Agricultural Finance Corporation, Liberal, Kansas and to act as agent for the sale of any insurance coverages for the banking subsidiaries) the insurance activities will be conducted on the premises of First National Bank in Liberal, Liberal, Kansas (11/14/79) 3/

Permitted

Boston First National Boston Corporation, Boston, Massachusetts, notification of intent to engage in activities (providing bookkeeping and data processing services for the internal operations of Peoples Savings Bank, Worcester, Massachusetts; storing and processing banking, financial or related data, including performing such data processing services and preparing such reports as are typically performed or prepared by or for banks such as, but not limited to, demand deposit, savings, direct and indirect installment loan, commercial loan, mortgage, general ledger and central information accounting for the aforementioned savings bank, indirectly, those banks which may enter into a data processing services agreement with the aforementioned savings banks) at a new office of First of Boston Computeristics, Inc., in Worcester, Massachusetts (11/17/79) 3/

Boston and Dallas Shawnut Corporation, Boston, Massachusetts and Texas American Bancshares, Inc., Fort Worth, Texas, notification of intent to engage in de novo activities (agricultural commodity financing and servicing such financing and related and incidental activities, and in general, making, servicing or acquiring, for its own account or for the account of others, loans and other extensions of credit to agricultural enterprises or secured by agricultural commodities) in the

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

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

ACTIONS OF THE BOARD-Continued

States of Alabama, Connecticut, Delaware, Florida, Georgia, Illinois, Indiana, Kentucky, Maine, Maryland, Massachusetts, Michigan, Mississippi, New Hampshire, New Jersey, New York, North Carolina, Ohio, Pennsylvania, Rhode Island, South Carolina, Tennessee, Vermont, Virginia, West Virginia and Wisconsin through offices of American AgCredit Corporation in Amarillo, Texas and Denver, Colorado (11/16/79) 3/

New York

Correction:

The notice for Chemical New York Corporation, New York, New York, to engage in finance company activities at 6433 Georgetown North Boulevard, Fort Wayne, Indiana, through its subsidiary, Sunamerica Corporation that was permitted on H.2 No. 41 (10/11/79) should be deleted. The correct approval for the notification appeared on H.2 No, 44 (11/2/79) 3/

New York

Chemical New York Corporation, New York, New York, notification of intent to engage in de novo activities (making or acquiring loans to customers; making or acquiring, loans and other extensions of credit to businesses (including inventory financing); making or acquiring, extensions of credit secured by personal property lease contracts; acting as agent or broker for the sale of credit life, credit accident and health, mortgage life, mortgage disability, and property and casualty insurances all directly related to such extensions of credit) at 514 Stratford Road, Winston-Salem, North Carolina, through its subsidiary, Sunamerica Corporation (11/17/79) 3/

Philadelphia

National Central Financial Corporation, Lancaster, Pennsylvania, notification of intent to engage in de novo activities (originating, acquiring and servicing residential, commercial and industrial mortgage loans, making construction and development construction loans for its own account or for the account of others and selling credit life and credit accident and health insurance) at 101 West James Street, Lancaster, Pennsylvania, through its subsidiary, Hartzler Mortgage Company (11/17/79) 3/

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

ACTIONS OF THE BOARD-Continued

- Richmond United Virginia Bankshares Incorporated, Richmond, Virginia, notification of intent to engage in de novo activities (originating loans as principal or agent; servicing loans for nonaffiliated individuals, partnerships and corporation; servicing loans for affiliates of United Virginia Bankshares Incorporated; acting as agent of credit life, disability, mortgage redemption and mortgage cancellation insurance in connection with such loans; and such other activities as may be incidental to the business of a mortgage corporation) at 2699 Lee Road, Winter Park, Florida, and 9029 Mansfield Road, Shreveport, Louisiana, through its subsidiary, United Virginia Mortgage Corporation (11/15/79) 3/
- St. Louis Ozark Bancshares, Inc., Springfield, Missouri, notification of intent to engage in de novo activities (the sale of credit life insurance and credit accident and health insurance related to extensions of credit by its subsidiary bank, The Bank of Houston, Houston, Missouri) at 404 South Grand Avenue, Houston, Missouri (11/16/79) 3/
- Kansas City Kansas Bank Corporation, Liberal, Kansas, notification of intent to engage in de novo activities (acting as agent in the sale of life, accident and health, property and casualty insurance which are directly related to extensions of credit by its subsidiaries, First National Bank in Liberal, Liberal, Kansas and First Agricultural Finance Corporation, Liberal, Kansas and to act as agent for the sale of any insurance coverages for the banking subsidiaries) the insurance activities will be conducted on the premises of First National Bank in Liberal, Liberal, Kansas (11/15/79) 3/

3/ 4(c)(8) or 4(c)(12) notification 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

Cleveland The Andover Bank, Andover, Ohio. Branch to be established on the northeast corner of Marcy Road and State Route 7, Pierpont, Astabula County, Ohio. 2/

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

Atlanta County Bancshares, Inc., Troy, Alabama, for approval to acquire 90 per cent of the voting shares of Pike County Bank, Troy, Alabama. 2/

Atlanta First Citizens Bancorp., Cleveland, Tennessee, for approval to acquire 80 per cent or more of the voting shares of First Citizens Bank, Cleveland, Tennessee. 2/

Atlanta Multi-Line, Inc., Tampa, Florida, for approval to acquire 86.1 per cent of the voting shares of Bank of Clearwater, Clearwater, Florida. 2/

Chicago Ida Holding Company, Inc., Ida Grove, Iowa, for approval to acquire 83.9 per cent of the voting shares of First State Bank, Ida Grove, Iowa. 2/

Chicago First McHenry Corporation, McHenry, Illinois, for approval to acquire 89.2 per cent of the voting shares of The First National Bank of McHenry, McHenry, Illinois. 2/

Minneapolis Buffalo National Bancshares, Inc., Buffalo, Minnesota, to approval to acquire 85.24 per cent of the voting shares of The Buffalo National Bank, Buffalo, Minnesota. 2/

Minneapolis CITIZENS STATE BANCORPORATION, Petersburg, North Dakota, for approval to acquire 97.0 per cent of the voting shares of Citizens State Bank of Petersburg, Petersburg, North Dakota. 2/

2/ Application subject to Community Reinvestment Act. The Community Reinvestment Officer of the applicable Reserve Bank may be contacted as to the length of the comment period.

APPLICATIONS RECEIVED-Continued

- Minneapolis D & B Holding Company, Inc., Beulah, North Dakota, for approval to acquire 95.3 per cent of the voting shares of Bank of Beulah, Beulah, North Dakota. 2/
- Minneapolis Verndale Bancshares, Inc., Verndale, Minnesota, for approval to acquire 94 per cent of the voting shares of The First National Bank of Verndale, Verndale, Minnesota. 2/
- Kansas City Arvada Bankshares, Ltd., Arvada, Colorado, for approval to acquire 80 per cent or more of the voting shares of Arvada State Bank, Arvada, Colorado. 2/
- Kansas City F & M Bank Shares, Inc., Hennessey, Oklahoma, for approval to acquire 80 per cent or more of the voting shares of The Farmers and Merchants National Bank of Hennessey, Hennessey, Oklahoma. 2/
- Kansas City Leigh Corporation. Leigh, Nebraska, for approval to acquire 80 per cent or more of the voting shares of Bank of Leigh, Leigh, Nebraska. 2/
- Dallas Lake Jackson Bancshares, Inc., Lake Jackson, Texas, for approval to acquire 80-100 per cent of the voting shares (less directors' qualifying shares) of The Lake Jackson Bank of Lake Jackson, Texas, Lake Jackson, Texas. 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

- Chicago Sheldon Security Bancorporation, Inc., Sheldon, Iowa, for approval to retain 3.7 per cent of the voting shares of Security State Bank, Sheldon, Iowa. 2/
- Kansas City First National Charter Corporation, Kansas City, Missouri, for approval to acquire 80 per cent or more of the voting shares of Farmers Savings Bank, Marshall, Missouri. 2/

2/ Application subject to Community Reinvestment Act. The Community Reinvestment Officer of the applicable Reserve Bank may be contacted as to the length of the comment period.

APPLICATIONS RECEIVED-ContinuedTo Expand a Bank Holding Company Pursuant to Section 4(c) (8) of the Bank Holding Company Act of 1956

- New York Barclays Bank Limited, London, England and Barclays Bank International Limited, London, England, notification of intent to engage in de novo activities ((i) making direct consumer loans and purchasing of sales finance contracts representing extensions of credit such as would be made or acquired by a consumer finance company and wholesale financing (floor planning); and (ii) acting as agent for the sale of related credit life, credit accident and health and credit property insurance) at 1925 West 5200 South, Roy, Utah, through their subsidiary, BarclaysAmericanCorporation (11/13/79) 3/
- New York Barclays Bank Limited, London, England and Barclays Bank International Limited, London, England, notification of intent to relocate de novo activities ((i) making direct consumer loans and purchasing of sales finance contracts representing extensions of credit such as would be made or acquired by a consumer finance company, and wholesale financing (floor planning); and (ii) acting as agent for the sale of related credit life, credit accident and health and credit property insurance) from 110 East 9th Street, Owens, Kentucky to 2767 Veach Road, Owens, Kentucky; from 1515 Central Avenue, Charlotte, North Carolina to 6455 Albemarle Road, Charlotte, North Carolina; and from 137 Caldwell Street, Rock Hill, South Carolina to 2015 Cherry Road, Rock Hill, South Carolina, through their subsidiary, BarclaysAmericanCorporation (11/13/79) 3/
- New York Chemical New York Corporation, New York, New York, notification of intent to engage in de novo activities (revolving (open-end) credit, the credit related insurances previously approved for these offices will also be offered in connection with the revolving accounts) at 10640 North 28th Street, Phoenix, Basha's Shopping Center, Southern and Mesa, Mesa, and 6991 East Camelback Road, Scottsdale, all in Arizona, through its subsidiary, Sunamerica Financial Corporation (Arizona) (11/16/79) 3/

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

APPLICATIONS RECEIVED-Continued

- Philadelphia First Pennsylvania Corporation, Philadelphia, Pennsylvania, notification of intent to engage in de novo activities (making of acquiring, for its own account or the account of others, loans and other extensions of credit, servicing loans and other extensions of credit; and selling the following types of insurance in connection with its loans and other extensions of credit: credit life insurance, credit accident and health insurance, and property damage and liability insurance as part of a package of insurance relating to physical damage of collateral) from 2802 North High Street, Station B, Columbus, Ohio, to 7514 East Main Street, Reynoldsburg, Ohio, through its subsidiary, Investors Loan Corporation (11/8/79) 3/
- Philadelphia First Pennsylvania Corporation, Philadelphia, Pennsylvania, notification of intent to engage in de novo activities (selling credit accident and health insurance to borrowers in connection with loans made pursuant to Investors Mortgage Company's second mortgage lending business) in Cincinnati, Circleville, Reynoldsburg, Dayton, Findlay, Fostoria, Lancaster, Lima, Washington Courthouse, and Stubenville, through its subsidiary, Investors Mortgage Company of Ohio (11/18/79) 3/
- Philadelphia First Pennsylvania Corporation, Philadelphia, Pennsylvania, notification of intent to relocate de novo activities (making, for its own account or the account of others, loans and other extensions of credit; servicing loans and other extensions of credit; and selling credit life insurance, property damage insurance and liability insurance as part of a package of insurance relating to physical damage of collateral) from 2802 North High Street, Station B, Columbus, Ohio to 7514 East Main Street, Reynoldsburg, Ohio, through its subsidiary, Investors Mortgage Company (11/8/79) 3/
- Cleveland Mellon National Corporation, Pittsburgh, Pennsylvania, notification of intent to engage in de novo activities (leasing real or personal property or acting as agent, broker or advisor in leasing such property, the lease shall serve as the functional equivalent of an extension of credit to the lessee, and the transaction will provide a sufficient return to

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

APPLICATIONS RECEIVED-Continued

- compensate the lessor for the full investment in the property plus the estimated cost of financing the property over the term of the lease; making or acquiring, for its own account or the account of others, loans or other extensions of credit to be secured by real or personal property; servicing leases on real or personal property and loans secured by real or personal property for its own account or the account of others) at 3629 Mellon Bank Building, Pittsburgh, Pennsylvania, through a subsidiary, Mellon International Aircraft Leasing Corporation #1 (10/29/79) 3/
- Richmond Northwestern Financial Corporation, Wilkesboro, North Carolina, for approval to retain the shares of M & J Financial Corporation, Shelby, North Carolina.
- Atlanta First Atlanta Corporation, Atlanta, Georgia, for approval to expand the insurance underwriting activities, as reinsurer, of its subsidiary, First Financial Life Insurance Company, Phoenix, Arizona, in the States of Colorado and Florida.
- Atlanta Southwest Florida Banks, Inc., Fort Myers, Florida, notification of intent to engage in de novo activities (to engage in the operation of a trust company including activities normally pursued by trust companies such as fiduciary, custody, agency and investment advisory services) in Sarasota, Naples and Fort Myers, Florida, through its subsidiary, The National Trust Company (11/8/79) 3/
- Chicago Court Acceptance Company, Pekin, Illinois, notification of intent to continue to engage in de novo activities (act as agent for credit life and health and accident insurance related to extensions of credit by its subsidiary, First State Bank of Pekin, Pekin, Illinois) at 3400 Court State, Pekin, Illinois (11/15/79) 3/
- St. Louis Mark Twain Bancshares, Inc., St. Louis, Missouri, notification of intent to engage in de novo activities (to engage in personal property leasing, it is expected that all of the leases will be the functional equivalent of extensions of credit to the lessees, it is also intended that all property to be leased will be acquired for specific leasing transactions and that all other terms and conditions will be in accordance with the Board's

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

APPLICATIONS RECEIVED-Continued

Regulation Y) at 8820 Ladue Road, St. Louis, Missouri, through its subsidiary, Mark Twain Leasing Company (11/13/79) 3/

San Francisco

BankAmerica Corporation, San Francisco, California, notification of intent to engage in de novo activities (to engage in lending, industrial loan company, loan servicing and insurance agency activities) at Rivergate Executive Park, Building E, 907 Two Mile Parkway, Goodlettsville, Tennessee, through its indirect subsidiary, FinanceAmerica Corporation (a Tennessee Corporation) (11/16/79) 3/

San Francisco

Security Pacific Corporation, Los Angeles, California, notification of intent to engage in de novo activities (to engage in securities clearing and custodian services activities) at offices in New York, New York; Los Angeles, California; Chicago, Illinois; Pittsburgh, Pennsylvania; and Memphis, Tennessee, through a subsidiary, Security Pacific Clearing & Services Corp. (11/15/79) 3/

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REPORTS RECEIVED

None.

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PETITIONS FOR RULEMAKING

None.

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