

ANNOUNCEMENT BY  
BOARD OF GOVERNORS  
OF THE  
FEDERAL RESERVE SYSTEM  
(H.2, 1980 No. 44)

Actions of the Board; Applications and Reports

Received During the Week Ending November 1, 1980

APPLICABLE  
RESERVE BANK

ACTIONS OF THE BOARD

Regulation D amendments, the Board announced publication of three rules in final form amending Regulation D, together with an amendment to the definition of Euro-currency liabilities. (Docket No. R-0331)

Regulation Q, Interest on Deposits, the Board issued an interpretation providing that fixed rate obligations of bank holding companies with certain specified features are not subject to interest rate ceilings. (Docket No. R-0239)

Policy statement, payments to brokers for research and brokerage services by trust institutions subject to the Board's supervision; the Board asked for comment by December 22, 1980. (Docket No. R-0330)

Response to requests that the Board review its General Counsel's denial of request for reconsideration applications for hardship relief from Federal Reserve requirements imposed by the Monetary Control Act.

Response to the Application for Stay submitted by the Securities Industry Association dated October 16, 1980, with respect to the Board's letter and statement, dated September 26, 1980, regarding the petition of the SIA that the Board prohibit Bankers Trust Company, New York, New York from selling commercial paper of issuers not related to the bank.

Citicorp, New York, New York, the Board amended its Order of June 10, 1980, that provided for a formal hearing on the proposal of Citicorp to engage in data processing activities through a corporation to be known as Citishare Corporation.

ACTIONS OF THE BOARD-Continued

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

	<u>Approved</u>
San Francisco	United California Bank, Los Angeles, California. Branch to be established at the southwest corner of the Los Robles Avenue and Gordova Street, Pasadena, Los Angeles County, California. <u>1/</u> & <u>2/</u>

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

	<u>Not Disapproved</u>
St. Louis	Mingo Bancshares, Puxico, Missouri.
Kansas City	Community Insurance Agency, Inc., Haxtun, Colorado.

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

	<u>Approved</u>
Kansas City	Citizens State Bank and Trust Company, Ellsworth, Kansas. <u>1/</u>
San Francisco	The Prineville Bank, Prineville, Oregon. <u>1/</u> & <u>2/</u>
San Francisco	Yaquina Bay Bank, Newport, Oregon. <u>1/</u> & <u>2/</u>

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 Act may be contacted as to the length of the comment period.

ACTIONS OF THE BOARD-Continued

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

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Approved

Boston Northeast Bancorp, Inc., New Haven, Connecticut: grants consent to acquire 51 percent of the stock of U.T. Finance Limited, Hong Kong.

Sixty Day Notification Period Allowed to Expire

New York Bankers Trust Company, New York, New York: no objection to establish an initial branch in Taipei, Taiwan, Republic of China.

New York Citibank, N.A., New York, New York: no objection to acquire, directly, additional shares of Citicorp Leasing Canada Limited, Burlington, Canada (Leasing).

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

Returned

Kansas City Citizens Security Bancshares, Inc., Bixby, Oklahoma, for approval to acquire 100 percent (less directors' qualifying shares) of the voting shares of Citizens Security Bank & Trust Company, Bixby, Oklahoma. 1/ & 2/

Approved

Chicago State Bancshares, Inc., Schaller, Iowa, for approval to acquire at least 80 percent of the voting shares of State Bank of Schaller, Schaller, Iowa. 1/ & 2/

St. Louis The First Southeast Missouri Bancorporation, Inc., Scott City, Missouri, for approval to acquire at least 90 percent of the voting shares of Scott City Bank and Trust Company, Scott City, Missouri. 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

- Minneapolis Hopkins Financial Corporation, Mitchell, South Dakota, for approval to acquire at least 80 percent of the voting shares of Live Stock State Bank, Mitchell, South Dakota. 1/ & 2/
- Kansas City Crete Investment Corporation, Lincoln, Nebraska, for approval to acquire 100 percent (less directors' qualifying shares) of the voting shares of City Bank & Trust Co., Crete, Nebraska (formerly Citibank and Trust Company of Crete). 1/ & 2/
- Kansas City First Belleville Bancshares, Inc., Belleville, Kansas, for approval to acquire at least 80 percent of the voting shares of First National Bank in Belleville, Belleville, Kansas. 1/ & 2/
- Kansas City Home State Bancorporation, Inc., Hobart, Oklahoma, for approval to acquire at least 80 percent of the voting shares of Home State Bank, Hobart, Oklahoma. 1/ & 2/
- Kansas City Miami National Bank Shares, Inc., Miami, Florida, for approval to acquire at least 80 percent of the voting shares of Miami National Bank, Miami, Oklahoma. 1/ & 2/
- Kansas City Moline Financial Corporation, Wichita, Kansas, for approval to acquire 83 percent of the voting shares of The Exchange State Bank, Moline, Kansas. 1/ & 2/
- Kansas City Oketo Banc Shares, Inc., Oketo, Kansas, for approval to acquire at least 80 percent of the voting shares of Oketo State Bank, Oketo, Kansas. 1/ & 2/
- Kansas City Security State Holding Company of Fort Scott, Inc., Fort Scott, Kansas, for approval to acquire at least 80 percent of the voting shares of Security State Bank, Fort Scott, Kansas. 1/ & 2/
- Kansas City Southwick Bancorp, Friend, Nebraska, for approval to acquire 95.4 percent of the voting shares (less directors' qualifying shares) of The First National Bank of Friend, Friend, Nebraska. 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

- Dallas American State, Bancshares, Inc., Broken Bow, Oklahoma, for approval to acquire 80 percent of the voting shares of American State Bank, Broken Bow, Oklahoma. 1/ & 2/
- Dallas Matador Bancshares, Inc., Matador, Texas, for approval to acquire 84.45 percent (less directors' qualifying shares) of the voting shares of First State Bank of Matador, Matador, 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

- Dallas Commerce Southwest Inc., Dallas, Texas, for approval to acquire 100 percent of the voting shares of Commerce Parkway Bank, N.A., Addison, Texas, a proposed new bank. 1/ & 2/
- Dallas Commerce Southwest Inc., Dallas, Texas, for approval to acquire 100 percent of the voting shares of Texoma National Bank of Sherman, Sherman, Texas. 1/ & 2/
- San Francisco Tennessee Homestead Company, Ogden, Utah, for approval to acquire 1.36 additional shares of the voting shares of Bank of Utah, Ogden, Utah. 1/ & 2/

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

Returned

- Kansas City Kansas Bank Corporation, Liberal, Kansas, notification of intent to engage in de novo activities (to engage in leasing of personal property or to act as the agent, broker or adviser in leasing such equipment) at an office in Liberal, Kansas (10/31/80) 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-ContinuedWithdrawn

New York Citicorp, New York, New York, notification of intent to engage in de novo activities (the sale of credit property insurance in connection with both its credit card and direct consumer lending activities) at 7720 York Road, Townson, Maryland, through its subsidiary, Citicorp Financial, Inc. (10/21/80) 3/

Approved

New York Algemene Maatschappiji voor Nijverheidskrediet N.V., Antwerp, Belgium and its subsidiary, Kreditbank N.V., Brussels, Belgium, for approval to continue to engage in commercial finance and leasing activities through KB Business Credit Inc., New York, New York.

Atlanta Century Banks Inc., Fort Lauderdale, Florida, for approval to offer credit life services by C.B.I. Insurance Agency, Fort Lauderdale, Florida, through The State Bank of Apopka, Apopka, Florida.

Minneapolis J.D. Meier Agency, Inc., Linton, North Dakota, for approval to continue to engage in operating a general insurance agency in a community with less than 5,000 population. 1/

Minneapolis Jerema, Inc., Cannon Falls, Minnesota, for approval to continue to engage in operating a general insurance agency in community of less than 5,000 population. 1/

Minneapolis Plaza Agency, Inc., Waite Park, Minnesota, for approval to continue to engage in the sale of general insurance in a town of less than 5,000 population. 1/

Kansas City Moline Financial Corporation, Wichita, Kansas, for approval to engage in the sale of credit related insurance through the acquisition of Anita Hobbs Insurance Agency, Moline, Kansas. 1/

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

financial, or other related economic data such as performing payroll, accounts receivable or payable or billing services for others) at 305 Montgomery Street, Montgomery, Alabama, through a subsidiary, Southern Data Services, Inc. (10/30/80) 3/

Dallas Mercantile Texas Corporation, Dallas, Texas, notification of intent to engage in de novo activities (to act as an investment adviser to individuals, pension and profit sharing plans and banks) at 1802 Main Street, through a newly formed wholly-owned subsidiary, Mercantile Securities Corporation (10/30/80) 3/

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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 Ashville Bank, Ashville, Ohio. Branch to be established at the southeast corner of the intersection of South Walnut Street and Ashville Road, South Bloomfield, Pickaway County, Ohio. 2/
- Cleveland      The Dollar Savings and Trust Company, Youngstown, Ohio. Branch to be established at 2400 Block U.S. Route 422, Warren, Trumbull County, Ohio. 2/
- Cleveland      The Potters Bank & Trust Company, East Liverpool, Ohio. Branch to be established at 15880 St. Rt. 170, East Liverpool, Columbiana County, Ohio. 2/
- St. Louis      The Scott County State Bank, Scottsburg, Indiana. Branch to be established at 155 West Wardell, Scottsburg, Scott County, Indiana. 2/

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

- Richmond      Bank of Carroll, Hillsville, Virginia.
- Chicago      Old Kent Bank of Kalamazoo, Kalamazoo, Michigan. 2/
- Minneapolis    First Citizens Bank of Bozeman, Bozeman, Montana. 2/
- San Francisco    Guardian State Bank, Salt Lake City, Utah. 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

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

New York      European American Bank & Trust Company, New York, New York: requests consent to establish an Edge in Miami, Florida, to be named European American Bank International, Miami, Florida and to establish a branch of the Miami Edge in Los Angeles, California.

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

Cleveland      Finance Ohio Company, Martins Ferry, Ohio, for approval to acquire 90 percent of the voting shares of Peoples Savings Bank Company, Martins Ferry, Ohio. 2/

Atlanta      Marine National Bancorporation, Jacksonville, Florida, for approval to acquire 92.6 percent of the voting shares of Marine National Bank of Jacksonville, Jacksonville, Florida. 2/

Atlanta      Southwest Security, Inc., Natchez, Mississippi, for approval to acquire at least 80 percent of the voting shares of First Natchez Bank, Natchez, Mississippi. 2/

Chicago      KEYSTONE, INC., Rock Rapids, Iowa, for approval to acquire 100 percent of the voting shares of Ashton Investment Company, Rock Rapids, Iowa and Midwest Agricultural Credit Corporation, Rock Rapids, Iowa, 100 percent of the voting shares of Sioux County State Bank, Orange City, Iowa and the indirect acquisition of 96.75 percent of the voting shares of Ashton State Bank, Ashton, Iowa and 80.45 percent of the voting shares of Peoples Bank and Trust, Rock Valley, Iowa. 2/

St. Louis      Harrisburg Bancshares, Inc., Harrisburg, Illinois, for approval to acquire 87.73 percent of the voting shares of The Harrisburg National Bank, Harrisburg, Illinois. 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

- St. Louis Pike Bancshares, Inc., Petersburg, Indiana, for approval to acquire at least 80 percent of the voting shares of The First National Bank of Petersburg, Petersburg, Indiana. 2/
- Minneapolis First Breck Holding Company, Breckenridge, Minnesota, for approval to acquire 100 percent of the voting shares of The First National Bank of Breckenridge, Breckenridge, Minnesota. 2/
- Minneapolis Great Plains Bank Corporation, Eureka, South Dakota, for approval to acquire at least 98 percent of the voting shares of Eureka State Bank, Eureka, South Dakota. 2/
- Minneapolis Green Lake Bancorporation, Inc., Spicer, Minnesota, for approval to acquire 82.6 percent of the voting shares of Green Lake State Bank, Spicer, Minnesota. 2/
- Minneapolis Nimrod Enterprises, Inc., Foley, Minnesota, for approval to acquire at least 94.2 percent of the voting shares of State Bank of Foley, Foley, Minnesota. 2/
- Minneapolis Pipestone Bancshares, Inc., Pipestone, Minnesota, for approval to acquire 87.57 percent of the voting shares of First National Bank of Pipestone, Pipestone, Minnesota. 2/
- Kansas City Blythedale Bancshares, Inc., Blythedale, Missouri, for approval to acquire at least 80 percent of the voting shares of Citizens Bank of Blythedale, Blythedale, Missouri. 2/
- San Francisco Guardian Bancorp, Inc., Salt Lake City, Utah, for approval to acquire 100 percent of the voting shares of Guardian State Bank, Salt Lake City, Utah, a proposed new bank. 2/
- San Francisco G.W.B. Holding Company, N.V., The Netherlands Antilles; G.W.B. Holding Company, B.V., The Netherlands; and G.W.B. Holding Company, Dover, Delaware, for approval to acquire 100 percent (except directors' qualifying shares) of the voting shares of Great Western Bank & Trust, Phoenix, Arizona. 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

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

- Cleveland Peoples Bancorp, Inc., Marietta, Ohio, for approval to acquire 100 percent of the voting shares of The First National Bank of Caldwell, Caldwell, Ohio. 2/
- Chicago Old Kent Financial Corporation, Grand Rapids, Michigan, for approval to acquire at least 100 percent of the voting shares of Old Kent Bank of Kalamazoo, Kalamazoo, Michigan, a proposed new bank. 2/
- Kansas City First Guthrie Bancshares, Inc., Guthrie, Oklahoma, for approval to acquire 8.1 percent of the voting shares of First Union Corporation, Stillwater, Oklahoma. 2/

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

- Dallas Texas Commerce Bancshares, Inc., Houston, Texas, for approval to acquire 100 percent of the voting shares of Banc-Southwest Corporation, Amarillo, Texas. 2/

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

- Boston Industrial National Corporation, Providence, Rhode Island, notification of intent to continue to engage in activities previously commenced de novo (retention of mortgage loans extended by Westminster Properties, Inc. and subsequently transferred to Industrial National Mortgage Corporation) from offices in Providence, Rhode Island, through its subsidiary, Industrial National Mortgage Company (10/17/80) 3/

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.

APPLICATIONS RECEIVED-Continued

- Chicago Central National Bancshares, Inc., Des Moines, Iowa, notification of intent to engage in de novo activities (to engage in providing management consulting advice on an explicit fee and noncontinuing basis to nonaffiliated banks) to be conducted at the offices of Central National Bancshares, Inc., Des Moines, Iowa (10/22/80) 3/
- Chicago Country Bank Shares Corp., Janesville, Wisconsin, notification of intent to engage in de novo activities (to continue to act as agent or broker in the sale of general insurance in a community of less than 5,000 population) from an office in The Montello State Bank, 24 West Street, Montello, Wisconsin (10/21/80) 3/
- Kansas City C.C.B., Inc., Denver, Colorado; Central Colorado Company, Denver, Colorado; and Central Bancorporation, Inc., Denver, Colorado, notification of intent to engage in de novo activities (to engage in industrial banking activities) through Central Industrial Bank, Aurora, Colorado (10/30/80) 3/
- Kansas City First Guthrie Bancshares, Inc., Gurthrie, Oklahoma, for approval to engage indirectly in certain nonbanking activities conducted by First Union Company, a Massachusetts Trust, First Union Insurance Agency, Inc., First Union Building Corporation and First Union Financial Services, Inc., Stillwater, Oklahoma.
- Kansas City United Missouri Bancshares, Inc., Kansas City, Missouri, notification of intent to engage in de novo activities (to engage in the sale of credit life, credit accident and health insurance, mortgage protection life insurance, and mortgage protection disability insurance) at an office on the premises of United Missouri Bank of Ferguson, Ferguson, Missouri, through a subsidiary, United Missouri Mortgage Company (10/30/80) 3/
- Dallas Mustang Financial Corporation, Rio Vista, Texas, for approval to engage in certain insurance activities through Mustang Life Insurance Company, Rio Vista, Texas, a proposed new company.

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

- San Francisco Seafirst Corporation, Seattle, Washington, for approval to acquire 100 percent of the voting shares of Arden Mortgage Service Corporation, Walnut Creek, California.
- San Francisco Security Pacific Corporation, Los Angeles, 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 extensions of credit including making consumer installment personal loans, purchasing consumer installment sales finance contracts, making loans to small businesses and other extensions of credit such as would be made by a factoring company or a consumer finance company; and acting as broker or agent for the sale of credit life, health and accident insurance) at 125 Main Street, Hooker-Fulton Building, Bradford, Pennsylvania, through its indirect subsidiary, Security Pacific Consumer Discount Company (10/27/80) 3/
- San Francisco U.S. Bancorp, Portland, Oregon, notification of intent to engage in de novo activities (to engage in making, acquiring and servicing loans including consumer and commercial loans, and credit related insurance activities) in Bellevue, Washington, through a subsidiary, U.S. Credit-corp Industrial Loan Company (10/27/80) 3/
- San Francisco Wells Fargo & Company, San Francisco, California, notification of intent to engage in de novo activities (acting as agent for credit property, casualty and homeowners insurance and associated liability insurance related to extensions of credit or the provision of other financial services) in Scottsdale, Arizona, through its subsidiary, Wells Fargo Insurance Services (10/31/80) 3/

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REPORTS RECEIVED

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

**The First State Bank, Abilene, Texas.**

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

Ownership Report Filed Pursuant to Section 13 of the  
Securities Exchange Act

The Suburban Bank, Richmond, Virginia  
(Amendment #1) (Filed by Wilson L. Harrison)

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PETITIONS FOR RULEMAKING

None.