

currencies was essentially unchanged on balance over the intermeeting period, though it was weaker through much of the period.

M2 contracted further in October while M3 expanded at a moderate pace, buoyed by continued rapid growth in large-denomination time deposits. For the year through October, M2 grew at a rate at the bottom of the Committee's range for 1994 and M3 at a rate in the lower half of its range for the year. Total domestic nonfinancial debt has continued to expand at a moderate rate in recent months.

The Federal Open Market Committee seeks monetary and financial conditions that will foster price stability and promote sustainable growth in output. In furtherance of these objectives, the Committee at its meeting in July reaffirmed the ranges it had established in February for growth of M2 and M3 of 1 to 5 percent and 0 to 4 percent respectively, measured from the fourth quarter of 1993 to the fourth quarter of 1994. The Committee anticipated that developments contributing to unusual velocity increases could persist during the year and that money growth within these ranges would be consistent with its broad policy objectives. The monitoring range for growth of total domestic nonfinancial debt was maintained at 4 to 8 percent for the year. For 1995, the Committee agreed on tentative ranges for monetary growth, measured from the fourth quarter of 1994 to the fourth quarter of 1995, of 1 to 5 percent for M2 and 0 to 4 percent for M3. The Committee provisionally set the associated monitoring range for growth of domestic nonfinancial debt at 3 to 7 percent for 1995. The behavior of the monetary aggregates will continue to be evaluated in the light of progress toward price level stability, movements in their velocities, and developments in the economy and financial markets.

In the implementation of policy for the immediate future, the Committee seeks to increase significantly the existing degree of pressure on reserve positions, taking account of a possible increase in the discount rate. In the context of the Committee's long-run objectives for price stability and sustainable economic growth, and giving careful consideration to economic, financial, and monetary developments, somewhat greater reserve restraint or somewhat lesser reserve restraint would be acceptable in the intermeeting period. The contemplated reserve conditions are expected to be consistent with modest growth in M2 and M3 over coming months.

By order of the Federal Open Market Committee, January 4, 1995.

Donald L. Kohn,

Secretary, Federal Open Market Committee.

[FR Doc. 95-531 Filed 1-9-95; 8:45 am]

BILLING CODE 6210-01-F

Banque Nationale de Paris, Paris, France; Change in Bank Control Notices; Acquisitions of Shares of Banks or Bank Holding Companies; Correction

This notice corrects a notice (FR Doc. 95-25273) published on page 51977 of the issue for Thursday, October 13, 1994.

The entry for Banque Nationale de Paris, Paris, France (BNP), is revised to include acting, through BNP/Cooper Neff, Inc., Radnor, Pennsylvania (Company), as a specialist on the Philadelphia Stock Exchange with respect to options on the Deutsche mark. BNP maintains that the Board previously has determined by order that the proposed activity, when conducted within the limitations established by the Board in previous orders, is closely related to banking. See *Societe Generale*, 75 Federal Reserve Bulletin 580 (1989) (acting as a specialist on Deutsche mark options traded on the Philadelphia Stock Exchange). BNP states that Company would conduct this previously approved activity in conformance with the conditions and limitations previously established by the Board.

Any comments or requests for hearing should be submitted in writing and received by William W. Wiles, Secretary, Board of Governors of the Federal Reserve System, Washington, D.C. 20551, not later than January 26, 1995. Any request for a hearing on this application must, as required by § 262.3(e) of the Board's Rules of Procedure (12 CFR 262.3(e)), be accompanied by a statement of the reasons why a written presentation would not suffice in lieu of a hearing, identifying specifically any questions of fact that are in dispute, summarizing the evidence that would be presented at a hearing, and indicating how the party commenting would be aggrieved by approval of the proposal.

This application may be inspected at the offices of the Board of Governors or the Federal Reserve Bank of San Francisco.

Board of Governors of the Federal Reserve System, January 4, 1995.

Jennifer J. Johnson,

Deputy Secretary of the Board.

[FR Doc. 95-524 Filed 1-9-95; 8:45 am]

BILLING CODE 6210-01-F

Gillmor Financial Services, Inc.; Notice of Application to Engage de novo in Permissible Nonbanking Activities

The company listed in this notice has filed an application under § 225.23(a)(1) of the Board's Regulation Y (12 CFR 225.23(a)(1)) for the Board's approval under section 4(c)(8) of the Bank Holding Company Act (12 U.S.C. 1843(c)(8)) and § 225.21(a) of Regulation Y (12 CFR 225.21(a)) to commence or to engage *de novo*, either directly or through a subsidiary, in a nonbanking activity that is listed in § 225.25 of Regulation Y as closely related to banking and permissible for bank holding companies. Unless otherwise noted, such activities will be conducted throughout the United States.

The application is available for immediate inspection at the Federal Reserve Bank indicated. Once the application has been accepted for processing, it will also be available for inspection at the offices of the Board of Governors. Interested persons may express their views in writing on the question whether consummation of the proposal can "reasonably be expected to produce benefits to the public, such as greater convenience, increased competition, or gains in efficiency, that outweigh possible adverse effects, such as undue concentration of resources, decreased or unfair competition, conflicts of interests, or unsound banking practices." Any request for a hearing on this question must be accompanied by a statement of the reasons a written presentation would not suffice in lieu of a hearing, identifying specifically any questions of fact that are in dispute, summarizing the evidence that would be presented at a hearing, and indicating how the party commenting would be aggrieved by approval of the proposal.

Comments regarding the application must be received at the Reserve Bank indicated or the offices of the Board of Governors not later than January 24, 1995.

A. Federal Reserve Bank of Cleveland (John J. Wixted, Jr., Vice President) 1455 East Sixth Street, Cleveland, Ohio 44101:

1. *Gillmor Financial Services, Inc.*, Old Fort, Ohio; to engage *de novo* through its subsidiary The Old Fort Real Estate Company, Old Fort, Ohio, in

community development activities, pursuant to § 225.25(b)(6) of the Board's Regulation Y.

Board of Governors of the Federal Reserve System, January 4, 1995.

Jennifer J. Johnson,

Deputy Secretary of the Board.

[FR Doc. 95-525 Filed 1-9-95; 8:45 am]

BILLING CODE 6210-01-F

Norwest Corporation, et al.; Acquisitions of Companies Engaged in Permissible Nonbanking Activities

The organizations listed in this notice have applied under § 225.23(a)(2) or (f) of the Board's Regulation Y (12 CFR 225.23(a)(2) or (f)) for the Board's approval under section 4(c)(8) of the Bank Holding Company Act (12 U.S.C. 1843(c)(8)) and § 225.21(a) of Regulation Y (12 CFR 225.21(a)) to acquire or control voting securities or assets of a company engaged in a nonbanking activity that is listed in § 225.25 of Regulation Y as closely related to banking and permissible for bank holding companies. Unless otherwise noted, such activities will be conducted throughout the United States.

Each application is available for immediate inspection at the Federal Reserve Bank indicated. Once the application has been accepted for processing, it will also be available for inspection at the offices of the Board of Governors. Interested persons may express their views in writing on the question whether consummation of the proposal can "reasonably be expected to produce benefits to the public, such as greater convenience, increased competition, or gains in efficiency, that outweigh possible adverse effects, such as undue concentration of resources, decreased or unfair competition, conflicts of interests, or unsound banking practices." Any request for a hearing on this question must be accompanied by a statement of the reasons a written presentation would not suffice in lieu of a hearing, identifying specifically any questions of fact that are in dispute, summarizing the evidence that would be presented at a hearing, and indicating how the party commenting would be aggrieved by approval of the proposal.

Unless otherwise noted, comments regarding each of these applications must be received at the Reserve Bank indicated for the application or the offices of the Board of Governors not later than January 24, 1995.

A. Federal Reserve Bank of Minneapolis (James M. Lyon, Vice President) 250 Marquette Avenue, Minneapolis, Minnesota 55480:

1. Norwest Corporation, Minneapolis, Minnesota; to acquire through its subsidiary Norwest Mortgage, Inc., Des Moines, Iowa, the mortgage servicing rights of Montana Bank, N.A., Billings, Montana, and Bank of Montana, N.A., Great Falls, Montana, and thereby engage in mortgage servicing, pursuant to § 225.25(b)(1) of the Board's Regulation Y.

2. Otto Bremer Foundation, St. Paul, Minnesota, and Bremer Financial Corporation, St. Paul, Minnesota; to acquire Morris State Agency, Morris, Minnesota, and thereby engage through its subsidiary, First American Insurance Agencies, Inc. St. Paul, Minnesota, in insurance agency activities through the purchase of assets and the assumption of liabilities, pursuant to § 225.25(b)(8)(vii) of the Board's Regulation Y.

Board of Governors of the Federal Reserve System, January 4, 1995.

Jennifer J. Johnson,

Deputy Secretary of the Board.

[FR Doc. 95-527 Filed 1-9-95; 8:45 am]

BILLING CODE 6210-01-F

Union Bank of Switzerland, Zurich, Switzerland; Application to engage in Investment Advisory Activities

Union Bank of Switzerland, Zurich, Switzerland ("Applicant"), has applied pursuant to section 4(c)(8) of the Bank Holding Company Act (12 U.S.C. 1843(c)(8)) ("BHC Act") and § 225.23(a)(3) of the Board's Regulation Y (12 C.F.R. 225.23(a)(3)), through UBS Asset Management (New York) Inc., New York, New York ("Company"), to acquire Timberland Resources, Inc., West Lebanon, New Hampshire, and to engage in providing investment advisory services with respect to timberland investments, including:

- (1) Identifying and evaluating investment opportunities relating to timber, forest resources and forest products, including reviewing and evaluating economic factors affecting demand and prices for forest products, the quality of timberland and forest product companies available for investment, the inventory of trees, and prospects for productive growth;
- (2) Monitoring timber markets, including economic analysis of various timber species and growing areas, analysis of pricing trends, and identification of developing markets for timber and other forestry products;
- (3) Advising on the structuring of particular investment transactions and the manner in which investment

vehicles should be organized and capitalized;

- (4) Providing advice with respect to the acquisition and disposition of particular investment properties, the financing of such properties, and the terms of particular acquisitions, dispositions and financings;
- (5) Identifying and recommending third-party providers of services, such as foresters, tract managers, consultants, appraisers and independent auditors;
- (6) Evaluating strategic, capital and operating plans for particular investments, including plans for planting, growing, cultivating, cutting, insuring and harvesting of particular properties in light of relevant economic projections, and advising with respect to such matters;
- (7) Monitoring the performance of individual properties, including overseeing periodic valuations and appraisals of particular properties; and
- (8) Providing investment reports to investors. Company's customers would include investment partnerships that exclusively invest in timber and forest resources. The proposed services would be provided throughout the world.

Section 4(c)(8) of the BHC Act provides that a bank holding company may, with Board approval, engage in any activity which the Board, after due notice and opportunity for hearing, has determined (by order or regulation) to be so closely related to banking or managing or controlling banks as to be a proper incident thereto. This statutory test requires that two separate tests be met for an activity to be permissible for a bank holding company. First, the Board must determine that the activity is, as a general matter, closely related to banking. Second, the Board must find in a particular case that the performance of the activity by the applicant bank holding company may reasonably be expected to produce public benefits that outweigh possible adverse effects.

Applicant maintains that the Board previously has determined that the proposed investment advisory services are closely related to banking. See 12 CFR 225.25 (b)(4)(iii) & (iv); *Southeast Banking Corporation*, 69 Federal Reserve Bulletin 564 (1983); *Standard and Chartered Bank PLC*, 71 Federal Reserve Bulletin 470 (1985). Applicant also maintains that consummation of this proposal would provide added convenience to Applicant's customers, and would not decrease competition or result in any other possible adverse effects.

In publishing the proposal for comment, the Board does not take a