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(3) Preferred stock, guaranteed stock and common stock of any other corporation organized under the laws of the United States or of any Commonwealth or State thereof, or of the District of Columbia, subject to the following conditions:

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(f) No investment in preferred, guaranteed or common stock shall be made by a savings bank if the cost of its holdings of all such stock *held solely by the authority of this clause (3)* exceeds or by the making of such investment will exceed an amount equal to five per centum of the book value of its assets or an amount equal to fifty per centum of its unimpaired surplus, unallocated reserves and undivided profits, whichever amount is less.

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Subclauses (b), (c), (d), (e) and (i), clause (3), subsection A, section 1209 of act, repealed.

Section 4. Subclauses (b), (c), (d), (e) and (i) of clause (3) of subsection A of section 1209 of the act are repealed.

Act effective immediately.

Section 5. This act shall take effect immediately.

APPROVED—The 14th day of August, A. D. 1963.

WILLIAM W. SCRANTON

No. 426

AN ACT

Amending the act of May 15, 1933 (P. L. 624), entitled, as amended, "An act relating to the business of banking, and to the exercise of fiduciary powers by corporations; providing for the organization of corporations with fiduciary powers, and of banking corporations, with or without fiduciary powers, including the conversion of National banks into State banks, and for the licensing of private bankers and employes' mutual banking associations; defining the rights, powers, duties, liabilities and immunities of such corporations, of existent corporations authorized to engage in a banking business, with or without fiduciary powers, of private bankers and employes' mutual banking associations, and of the officers, directors, trustees, shareholders, attorneys, and other employes of all such corporations, employes' mutual banking associations or private bankers, or of affiliated corporations, associations, or persons; restricting the exercise of banking powers by any other corporation, association, or person, and of fiduciary powers by any other corporation; conferring powers and imposing duties upon the courts, prothonotaries, recorders of deeds, and certain State departments, commissions, and officers; imposing penalties; and repealing certain acts and parts of acts," to permit savings banks to act as trustee of certain trusts qualified under the Federal Self-Employed Individuals Tax Retirement Act of 1962.

The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: Banking Code.

Section 1. Section 1202, act of May 15, 1933 (P. L. 624), known as the "Banking Code," is amended by adding, at the end thereof, a new clause to read: Section 1202, act of May 15, 1933, P. L. 624, amended by adding a new clause (19).

Section 1202. Powers of Savings Banks.—In addition to the general corporate powers granted by this act, and in addition to any powers specifically granted to a savings bank elsewhere in this act, a savings bank shall have the following powers, subject to the limitations and restrictions imposed by this act:

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**(19) To act as trustee of funds or contributions received under a trust instrument conforming with the requirements of the Federal Self-Employed Individuals Tax Retirement Act of 1962, its amendments and supplements, and the regulations promulgated thereunder, and as such trustee to invest such funds or contributions only in interest-bearing deposits in the savings bank which are fully insured by the Federal Deposit Insurance Corporation pursuant to the Federal Deposit Insurance Act, its amendments and supplements.*

Section 2. Subsection A of section 1506 of the act, amended January 2, 1934 (1933-1934, P. L. 128), is amended to read:

Subsection A, section 1506 of act, amended January 2, 1934, (1933-1934, P. L. 128), further amended.

Section 1506. Prohibition upon Corporations Acting as Fiduciary; Penalty.—A. The only corporations organized under the laws of this Commonwealth which shall have authority to act in this Commonwealth as trustees, guardians, executors, administrators, or in any similar fiduciary capacity, shall be bank and trust companies, [and] trust companies *and, to the extent authorized by this act, savings banks.*

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Section 3. This act shall take effect immediately.

Act effective immediately.

APPROVED—The 14th day of August, A. D. 1963.

WILLIAM W. SCRANTON

No. 427

AN ACT

Amending the act of March 10, 1949 (P. L. 30), entitled "An act relating to the public school system, including certain provisions applicable as well to private and parochial schools;

* "(18)" in original.