



**BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM**

WASHINGTON, D. C. 20551

ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

November 6, 1996

Mr. John Huffstutler, Esq.
Senior Vice President and
Chief Regulatory Counsel
BankAmerica Corporation
555 California Street
San Francisco, California 94104

Dear Mr. Huffstutler:

The Director of the Division of Banking Supervision and Regulation of the Board of Governors of the Federal Reserve System ("Board"), acting pursuant to authority delegated by the Board, has reviewed the report of the Federal Reserve Bank of San Francisco relating to the operational and managerial infrastructure of BA Securities, Inc. ("BASI"), in accordance with the terms of the Board's Order of October 11, 1994. On the basis of this review, the Director has determined that BankAmerica Corporation and its subsidiaries have established acceptable policies and procedures in conformance with the requirements of the Board's Order, and that BASI may commence underwriting and dealing in equity securities subject to the conditions of that Order.

Sincerely,

A handwritten signature in cursive script, reading "William W. Wiles".

William W. Wiles
Secretary of the Board