regional voting. Pursuant to section 4.15 of the Act, there would continue to be only one nominating committee for an association, who would "endeavor to assure representation to all sections of the association territory and as nearly as possible to all types of agriculture practiced within the area." Both association nominating committees and BCs must assure that there are at least two nominees for each elective office to be filled. Nominations for association directors will continue to be accepted from the floor and may be made by any eligible voting shareholder, whether or not he or she resides in the nominee's region, unless the bylaws provide otherwise. In addition, each director would continue to owe a fiduciary duty to all the shareholders of the association, not just to the shareholders in his/her region.

Finally, the FCA has received a request from one System association to propose amendments to the regulations that would extend regional voting to elections of Farm Credit Bank directors and make changes regarding the cumulative voting requirement. The FCA is considering this request and seeks comment on whether other System institutions, shareholders, or members of the public share the requester's same interest.

It is the FCA's view that this proposed regulation is consistent with the FCA Board's Policy Statement on Regulatory Philosophy and achieves the statement's objectives of: (1) Addressing specifically identified risks in a way that causes the least burden for institutions; (2) formulating regulations that are clear and easy to understand; and (3) providing flexibility to institutions in their election procedures.

List of Subjects

12 CFR Part 615

Accounting, Agriculture, Banks, banking, Government securities, Investments, Rural areas.

12 CFR Part 620

Accounting, Agriculture, Banks, banking, Reporting and recording requirements, Rural areas.

For the reasons stated in the preamble, parts 615 and 620 of chapter VI, title 12 of the Code of Federal Regulations are proposed to be amended to read as follows:

PART 615—FUNDING AND FISCAL AFFAIRS, LOAN POLICIES AND OPERATIONS, AND FUNDING OPERATIONS

1. The authority citation for part 615 continues to read as follows:

Authority: Secs. 1.5, 1.7, 1.10, 1.11, 1.12, 2.2, 2.3, 2.4, 2.5, 2.12, 3.1, 3.7, 3.11, 3.25, 4.3, 4.9, 4.14B, 4.25, 5.9, 5.17, 6.20, 6.26, 8.0, 8.4, 8.6, 8.7, 8.8, 8.10, 8.12 of the Farm Credit Act (12 U.S.C. 2013, 2015, 2018, 2019, 2020, 2073, 2074, 2075, 2076, 2093, 2122, 2128, 2132, 2146, 2154, 2160, 2202b, 2211, 2243, 2252, 2278b, 2279aa-6, 2279aa-7, 2279aa-8, 2279aa-4, 2279aa-6, 2279aa-7, 2279aa-8, 2279aa-10, 2279aa-12); sec. 301(a) of Pub. L. 100–233, 101 Stat. 1568, 1608.

Subpart I—Issuance of Equities

2. Section 615.5230 is amended by adding a new paragraph (a)(1)(iii) and revising paragraphs (a)(1)(ii) and (a)(3) to read as follows:

§ 615.5230 Implementation of cooperative principles.

- (a) * * *
- (1) * * *
- (i) * * *

(ii) Unless regional election of directors is provided for in the bylaws pursuant to $\S 615.5230(a)(3)$, be accorded the right to vote in the election of each director (except for a director that is elected by the other directors);

(iii) Unless regional election of directors is provided for in the bylaws, or unless otherwise provided in the bylaws, be allowed to cumulate such votes and distribute them among the candidates in the shareholder's discretion.

(2) * * *

(3) Regional election of directors is permitted under the following conditions:

(i) A bylaw establishing regional elections is approved by a majority of voting shareholders, voting in person or by proxy;

(ii) The bylaw provides for the apportionment of the institution's territory into voting regions with an approximately equal number of voting shareholders and ensures equitable representation from each voting region by means of an annual evaluation by the institution's board of directors; and

(iii) If there is a bylaw providing for shareholder removal of directors, it provides that all voting shareholders of the institution, whether or not they reside in the director's region, have the right to vote to remove each director.

* * *

PART 620—DISCLOSURE TO SHAREHOLDERS

3. The authority citation for part 620 continues to read as follows:

Authority: Secs. 5.17, 5.19, 8.11 of the Farm Credit Act (12 U.S.C. 2252, 2254, 2279aa-11); sec. 424 of Pub. L. 100–233, 101 Stat. 1568, 1656.

Subpart D—Association Annual Meeting Information Statement

§620.21 [Amended]

4. Section 620.21 is amended by adding the words "or elected" after the word "nominated" in the first sentence of paragraph (d)(1).

Dated: June 6. 1995.

Floyd Fithian,

Secretary, Farm Credit Administration Board. [FR Doc. 95–14217 Filed 6–8–95; 8:45 am] BILLING CODE 6705–01–P

DEPARTMENT OF TRANSPORTATION

Federal Aviation Administration

14 CFR Part 39

[Docket No. 94-NM-243-AD]

Airworthiness Directives; Airbus Model A300 and A300–600 Series Airplanes

AGENCY: Federal Aviation Administration, DOT. ACTION: Notice of proposed rulemaking (NPRM).

SUMMARY: This document proposes the supersedure of an existing airworthiness directive (AD), applicable to all Airbus Model A300 series airplanes, that currently requires repetitive inspections for cracking of the No. 2 flap beams, and replacement of the flap beams, if necessary. That AD was prompted by reports of cracking of the No. 2 flap beams. This action would provide optional modifications for extending certain inspection thresholds, and an optional terminating modification for certain inspections. This action also would expand the applicability of the existing AD to include Model A300-600 series airplanes. The actions specified by the proposed AD are intended to prevent asymmetry of the flaps due to cracking of the No. 2 flap beams. DATES: Comments must be received by July 21, 1995.

ADDRESSES: Submit comments in triplicate to the Federal Aviation Administration (FAA), Transport Airplane Directorate, ANM–103, Attention: Rules Docket No. 94–NM– 243–AD, 1601 Lind Avenue, SW., Renton, Washington 98055–4056. Comments may be inspected at this location between 9:00 a.m. and 3:00 p.m., Monday through Friday, except Federal holidays.

The service information referenced in the proposed rule may be obtained from Airbus Industrie, 1 Rond Point Maurice Bellonte, 31707 Blagnac Cedex, France. This information may be examined at