



# INSTITUTE NEWS

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## INSTITUTE'S ANNUAL WASHINGTON CONFERENCE ON MARCH 3<sup>RD</sup> AND 4<sup>TH</sup> WILL FEATURE TOP GOVERNMENT OFFICIALS AND INDUSTRY LEADERS



*Susan Schmidt Bies, Member of the Board of Governors of the Federal Reserve System.*



*John D. Hawke, Jr., Comptroller of the Currency.*



*Senator Richard C. Shelby, incoming Chairman of the Senate Banking Committee.*



*Rep. Michael G. Oxley, Chairman of the House Financial Services Committee.*

An outstanding group of top U.S. and international government officials and industry leaders will address key policy and business issues of particular importance to our members at the Institute's 2003 Annual Washington Conference.

The 2003 conference will be especially valuable in providing an early assessment of how the shift in the balance of political power in Washington from the midterm elections is shaping the agenda for economic and financial services policy initiatives by the Bush Administration and the new 108<sup>th</sup> Congress. The conference is the one time of year when we collectively project the Institute and our members to the Washington community in connection with the many critical

issues affecting your bottom-line results and we strongly encourage all member institutions to be represented.

Confirmed speakers include: **Susan Schmidt Bies**, Member of the Board of Governors of the Federal Reserve System and Chair of the Board's Banking Supervisory and Regulatory Committee; **John D. Hawke, Jr.**, Comptroller of the Currency; **Senator Richard C. Shelby**, incoming Chairman of the Senate Banking Committee; and **Rep. Michael G. Oxley**, Chairman of the House Financial Services Committee. We have also invited Treasury Secretary **Paul H. O'Neill** to give the Monday morning keynote address and anticipate being joined by him or one of his senior deputies. The conference

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### ANNUAL REGULATORY EXAMINATION AND COMPLIANCE SEMINAR ON NOVEMBER 20-21 DRAWS 200 ATTENDEES

Senior banking regulators and private-sector experts provided a comprehensive review of examination and supervision issues as well as best practices at the Institute's annual regulatory examination and compliance seminar on November 20<sup>th</sup> and 21<sup>st</sup> in New York. *Speaker presentations are available on the Institute's web site at [www.iib.org/member](http://www.iib.org/member).*

Topics covered during the day-and-a-half program included: examination and compliance issues for international banks under the USA Patriot Act; emerging trends and best practices in operational risk management, including issues dealing

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### REPRESENTATIVE BARNEY FRANK TO SPEAK AT JANUARY 16<sup>TH</sup> LUNCHEON IN NEW YORK

Representative Barney Frank, who will become the ranking Democratic member of the House Financial Services Committee in January, will speak at the Institute's membership luncheon in New York on Thursday, January 16, 2003. Rep. Frank is replacing the retiring John J. LaFalce as the senior Democrat on the committee and will play a pivotal role on all legislation that comes before it. A graduate of Harvard College and Harvard Law School, he has represented the 4<sup>th</sup> District of Massachusetts for over two decades.



*Rep. Barney Frank, incoming Ranking Democratic Member of the House Financial Services Committee.*

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The Institute's mission is to solve the many special legislative, regulatory and tax issues confronting internationally headquartered financial institutions that engage in banking, securities and/or insurance activities in the United States.

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Robert B. Mills, Chairman Lawrence R. Uhlick, Executive Director

## COMPLIANCE SEMINAR

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with business continuity; and managing credit risk in an uncertain economic environment.

Among the regulatory officials participating in the seminar were: Stephen C. Schemering, Deputy Director of Banking Supervision and Regulation at the Federal Reserve; Nancy Wentzler, Deputy Comptroller for Global Banking and Financial Analysis at the Office of the Comptroller of the Currency; William

L. Rutledge, Executive Vice President of the Federal Reserve Bank of New York; Robert O'Sullivan, Senior Vice President, Bank Supervision, Federal Reserve Bank of New York; Michael J. Lesser, Deputy Superintendent, Foreign Financial Services Division, at the New York State Banking Department; Fred D. Finke, District Deputy Comptroller, Northeastern District, Office of the Comptroller of the Currency; and Howard Pitkin, Administrator of Depository Institutions, Connecticut Department of Banking.



*From left: Lawrence R. Uhlick, Executive Director and General Counsel, Institute of International Bankers; Stephen C. Schemering, Deputy Director, Division of Banking Supervision and Regulation, Federal Reserve Board; and Nancy Wentzler, Deputy Comptroller for Global Banking and Financial Analysis, Office of the Comptroller of the Currency.*



*William L. Rutledge, Executive Vice President in charge of bank supervision at the Federal Reserve Bank of New York, delivers the luncheon address on Wednesday, November 20<sup>th</sup>.*



*From left: Lawrence R. Uhlick, Executive Director and General Counsel, Institute of International Bankers; Robert O'Sullivan, Senior Vice President, Bank Supervision, Federal Reserve Bank of New York; Michael J. Lesser, Deputy Superintendent, Foreign Financial Services Division, New York State Banking Department; Fred D. Finke, District Deputy Comptroller, Northeastern District, Office of the Comptroller of the Currency; Howard F. Pitkin, Administrator of Depository Institutions, Connecticut Department of Banking; Sam L. Abram, Assistant General Counsel, USA, Royal Bank of Canada; and Douglas M. Freedman, Director of Compliance, UBS Warburg.*



*William B. Estes (center), Vice President of the Federal Reserve Bank of Atlanta.*

## ANNUAL TAX TRAINING SESSION SCHEDULED FOR JANUARY 22<sup>ND</sup>

The Institute will conduct its annual training session on the basic U.S. tax issues affecting international banks on Wednesday, January 22, 2003 at the Association of the Bar of the City of New York (42 West 44<sup>th</sup> Street).

The full-day training session will provide a comprehensive primer on current tax issues and developments and how to cope with them in an ever-changing U.S. tax environment. The program is designed to give bankers, controllers and other personnel a general understanding of these key issues and their impact on bottom-line results as well as to assist in training new tax personnel. Senior tax managers may also find the session useful. Attendees at the training session who are licensed accountants in either New York or New Jersey will be eligible for up to six hours of Continuing Professional Education (CPE) credit. The training session is separate from the Institute's annual two-day seminar on the U.S. taxation of international banks (June 25 - 26, 2003), which will focus on tax issues at a more advanced level.

The training session will be conducted by leading experts from the major accounting firms. Topics to be covered include: interest expense deduction/branch level tax issues; "effectively connected" rules; state and local tax rules; and tax examinations. The program also will cover tax issues related to the application of the hedging rules to banks, tax rules governing banks as securities dealers, asset securitization, bad debt deduction, accruals of interest on nonperforming loans, and the taxation of International Banking Facilities (IBFs). The training session will be chaired by Andrew Barkin (UFJ Bank Limited), Chairman of the Institute's Tax Committee. The registration fee is \$350 per person.

## ANNUAL CONFERENCE

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will be held at the Four Seasons Hotel (2800 Pennsylvania Avenue, N.W.), beginning on Sunday evening, March 2<sup>nd</sup> and ending at noon on Tuesday, March 4<sup>th</sup>.

As in past years, the second day of the conference will feature expert panels dealing with important tax and regulatory developments that will have a direct impact on your business activities.

The 2003 conference will be an excellent opportunity for representatives of member institutions from the U.S. and head offices as well as representatives of banking associations from around the world to exchange views on major financial

## NEW MEMBER INSTITUTION

ICICI Bank Ltd of India has joined the Institute as a new member. Madhav Kalyan is Chief Representative and Country Manager in ICICI's New York representative office.



*Madhav Kalyan,  
Chief Representative  
and Country  
Manager, ICICI  
Bank Ltd.*

Mr. Kalyan has been with the bank since 1995, working in various corporate banking, trade finance and international banking roles. He is a mechanical engineer with an MBA in Finance & Marketing.

## NEW MEMBER FIRM OF THE PROFESSIONAL LIAISON COMMITTEE

Protiviti, a risk consulting and internal auditing firm, has joined the Institute as a new member of the Professional Liaison Committee.

Carol M. Beaumier, Managing Director of Protiviti, is the firm's Designated Representative on the Professional Liaison Committee. Ms. Beaumier was previously a Partner in Arthur Andersen LLP's Regulatory Risk Services practice and before that, a Managing Director and founding partner of The Secura Group. She earlier served at the OCC.

## MEMBERSHIP LUNCHEON

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Representative Frank has been asked to talk about the key financial services issues that are likely to receive consideration in the new 108<sup>th</sup> Congress. The luncheon will be held at the Waldorf-Astoria Hotel, beginning with a reception at 12:00 noon in the Hilton Room (1<sup>st</sup> floor), followed by lunch at 12:30 p.m. The program will end no later than 2:00 p.m.

services developments and meet informally with top government officials. There will be a welcoming reception on Sunday evening from 5:00 p.m. to 7:00 p.m. Program sessions begin Monday morning and continue throughout the day. As in past years, there will be a reception Monday evening (location to be announced) for conference attendees, Administration officials, bank regulators and Members of Congress and their senior staff. Spouses are cordially invited to the receptions and business sessions at no charge. In addition, you are welcome to encourage colleagues and business associates (including representatives of domestic and international financial organizations that are not members of the Institute) to register for the conference.

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## SCHEDULE OF EVENTS THROUGH JUNE 2003

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All interested officers of member institutions are urged to put these dates on their calendars. In particular, we encourage you to attend the Institute's Annual Washington Conference at the Four Seasons Hotel in Washington on March 2-4, 2003.

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Thursday, January 16, 2003 12:00 noon	Institute Membership luncheon, at the Waldorf-Astoria Hotel. The guest speaker will be Representative Barney Frank, incoming Ranking Democratic Member of the House Financial Services Committee.
Wednesday, January 22, 2003 9:00 a.m. - 5:00 p.m.	Institute's Annual <u>Training Session</u> on Current U.S. Tax Issues and Developments Affecting International Banks, at the Association of the Bar of the City of New York.
Sunday evening - Tuesday afternoon March 2-4, 2003	Institute's Annual Washington Conference at the Four Seasons Hotel.
Thursday, June 12, 2003 12:00 noon	Institute's Annual General Meeting and Membership Luncheon, at the Waldorf-Astoria Hotel.
Wednesday, June 25 Thursday, June 26, 2003	Institute's Annual Seminar on the U.S. Taxation of International Banks, at the Grand Hyatt New York. This comprehensive two-day program provides a detailed and authoritative review of the key issues and developments affecting internationally headquartered banking/financial institutions operating in the United States.

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Dates for additional seminars, workshops  
and other events will be provided in the near future

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