



ANNUAL REGULATORY EXAMINATION AND COMPLIANCE SEMINAR TO FEATURE TOP REGULATORS AND PRIVATE SECTOR EXPERTS

Arrangements are being completed for the Institute's annual seminar on regulatory examination and compliance issues affecting international banks on Wednesday, October 26th and Thursday, October 27th (until noon) at the Grand Hyatt New York. The seminar program is available on the Institute's web site at <http://www.iib.org/events/compliance.htm>.

This once-a-year program is recognized by the regulatory community as facilitating the compliance efforts of our member banks by providing them with definitive and timely information on critical examination and supervision issues as well as best practices. No bank can afford to fall behind in this important area. Confirmed governmental speakers include: Richard Spillenkothen, Director of Banking Supervision and Regulation, Federal Reserve Board;

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NEW YORK FED PRESIDENT GEITHNER TO SPEAK AT MEMBERSHIP LUNCHEON ON TUESDAY, OCTOBER 18TH

Timothy F. Geithner, President of the Federal Reserve Bank of New York, will speak at the Institute's membership luncheon on Tuesday, October 18th in New York. In his capacity as President of the New York Fed, Mr. Geithner also serves as the Vice Chairman and a permanent member of the Federal Open Market Committee (FOMC), which is responsible for formulating U.S. monetary policy.



*Timothy F. Geithner,
President of the
Federal Reserve
Bank of New York.*

Prior to joining the New York Fed, Mr. Geithner was Director of the Policy Development and Review Department of the International Monetary Fund in Washington. He served as Under Secretary of the Treasury for International Affairs from 1998 to 2001.

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INTERNATIONAL BANKER DAY

The Institute and the Conference of State Bank Supervisors (CSBS) co-sponsored "International Banker Day with the New York State Banking Department" on Monday, September 12th. The half-day program featured remarks by Superintendent Diana Taylor, William J. Fox, Director of the Treasury Department's Financial Crimes Enforcement Network and panel discussions on Bank Secrecy Act examination procedures and supervisory issues.



Diana Taylor, New York State Superintendent of Banks

ANNUAL BREAKFAST DIALOGUE

A distinguished group of senior U.S. and international policymakers addressed the Institute's 17th annual Breakfast Dialogue with Government Officials on Monday, September 26th during the IMF/World Bank meetings in Washington, D.C.

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Sir Callum McCarthy (left), Chairman of the U.K. Financial Services Authority, and Gonzalo de Las Heras, Executive Vice President of Grupo Santander and Past Chairman of the Institute.

The Institute's mission is to help resolve 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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**INSTITUTE PUBLISHES 18TH ANNUAL
GLOBAL SURVEY OF REGULATORY
AND MARKET DEVELOPMENTS IN
38 COUNTRIES AND THE EU**

The Institute has published its 18th annual *Global Survey of Regulatory and Market Developments in Banking, Securities and Insurance*, which this year covers developments during the period from July 1, 2004 to June 30, 2005 in 38 countries and the European Union. The document is available on the Institute's web site at <http://www.iib.org/GS2005.pdf>.

The *Global Survey* provides timely information to assist policymakers to better understand trends and developments around the world. Highlights of this year's *Global Survey* include the following:


- Developments regarding the implementation of Basel II are discussed in a number of the individual country chapters. Significantly, with the continuing concerns and uncertainty about the implementation of Basel II in the United States, there is an open question as to whether U.S. plans for implementation will eventually converge with developments in the European Union and other parts of the world. If the U.S. decides to delay implementation in contrast to European and other countries, it is possible that two capital standards – one for the United States and one for the European Union and other parts of the world – will be in effect for at least an interim period.
- In the wake of the Sarbanes-Oxley Act in 2002, corporate governance issues continued to be a major focus of attention in many countries during the 12-month period covered by the Survey.
- Many countries around the world are continuing to enhance their efforts to combat money laundering and the financing of terrorism, including through the adoption of the revised 40 recommendations of the Financial Action Task Force (FATF).

MEMBERSHIP LUNCHEON (continued from Page 1)

The luncheon will be held at the Waldorf-Astoria Hotel, with a reception at 12:00 noon in the Hilton Room (1st floor) followed by lunch beginning promptly at 12:30 p.m. The luncheon will end no later than 2:00 p.m.

All interested representatives of member institutions are encouraged to attend the luncheon and to invite their business customers and other colleagues

IIB Institute of
International Bankers



**Global Survey
2005**

**Regulatory and
Market
Developments**
Banking - Securities - Insurance
Covering 38 Countries and the EU

September 2005

As in past years, the Survey also includes an updated table on permissible securities, insurance and real estate activities of banking organizations in various countries. In addition, this year's Survey includes updated tables on the approach countries take to funding the activities of their bank supervisory authorities, implementation of Basel II, market risk capital requirements, consolidated supervision, host country supervision of branches of non-domestic banks, applicability of host country endowment/dotational capital requirements for branches of non-domestic banking organizations, the applicability of asset pledge requirements to branches of non-domestic banking organizations, availability of central bank "daylight overdraft" credit for both domestic and non-domestic banking organizations, and permissibility of merchant banking activities.

as guests. Tables of ten may also be reserved in the name of member institutions and member firms of the Professional Liaison Committee.

An on-line registration form is available on the Institute's web site at <http://www.iib.org/events/mluncheon.htm>.

BREAKFAST DIALOGUE

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Speaking at this year's event were: Randal K. Quarles, Under Secretary of the Treasury for Domestic Finance; 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; Jaime Caruana, Governor of the Bank of Spain and Chairman of the Basel Committee on Banking Supervision; and Sir Callum McCarthy, Chairman of the U.K.'s Financial Services Authority. We are grateful to Grupo Santander for sponsoring this event.

Prepared texts of speaker remarks are available on the Institute's web site at <http://www.iib.org/events/bdialogue.htm>.



From left: Everett Schenk, Chief Executive Officer, Corporate and Investment Banking, North America, at BNP Paribas and Institute Chairman; Randal K. Quarles, Under Secretary of the Treasury for Domestic Finance; Susan Schmidt Bies, Member of the Board of Governors of the Federal Reserve System; Jaime Caruana, Governor of the Bank of Spain and Chairman of the Basel Committee on Banking Supervision; Sir Callum McCarthy, Chairman of the U.K.'s Financial Services Authority; and Lawrence R. Uhlick, Executive Director and General Counsel of the Institute..

COMPLIANCE SEMINAR

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Jose Tuya, Director of International Banking and Finance, Office of the Comptroller of the Currency; Toney Bland, Deputy Comptroller, Northeastern District, OCC; and David Fredsall, Deputy Superintendent, Foreign and Wholesale Banks, New York State Banking Department. For a complete list of public and private-sector speakers, please refer to the seminar program at <http://www.iib.org/events/compliance.htm>.

The seminar will include presentations by top regulatory officials at the policy and supervisory examination level as well as private-sector experts, including representatives from Institute member banks and member firms of our Professional Liaison Committee.

Topics to be covered include:

- the new Bank Secrecy Act/Anti-Money Laundering Examination Manual – how well is it helping to ensure consistent and less burdensome application of the BSA to banking organizations;
- counterparty risk management challenges, including issues relating to hedge funds, credit derivatives and host country oversight;
- trends in corporate governance, compliance and legal/reputation risk, including the effect of Sarbanes-Oxley principles generally on financial institutions;
- the perspectives of prudential supervisors and fi-

nancial institutions on examination issues; and

- emerging trends and key developments in the regulation and supervision of branches and agencies of international banks and in the regulation of international banks themselves as bank holding companies and financial holding companies.

This comprehensive seminar provides an excellent opportunity for experienced officers to be thoroughly updated on new developments and gain practical insights in preparing for examinations. It also will offer new officers a solid introduction to the U.S. regulatory system and compliance requirements. Last year's seminar was attended by approximately 200 representatives from the U.S. and head offices of our member banks and was very well received.

An on-line registration form is available on the Institute's web site at <http://www.iib.org/events/compliance.htm>.

SCHEDULE OF EVENTS THROUGH MARCH 2006

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
on March 12-14, 2006 at the Four Seasons Hotel in Washington D.C.

Tuesday, October 18, 2005
12:00 noon

Institute Membership Luncheon, at the Waldorf-Astoria Hotel. The guest speaker will be Timothy F. Geithner, President of the Federal Reserve Bank of New York.

Wednesday, October 26 -
Thursday, October 27, 2005

Annual Institute Seminar on Regulatory Examination and Compliance Issues Affecting International Banks, at the Grand Hyatt New York.

Sunday Evening to Noon on Tuesday
March 12-14, 2006

Institute's Annual Washington Conference, at the Four Seasons Hotel.

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