

July 15, 2025

MEMORANDUM TO: The Board of Directors

FROM: Matthew P. Reed
Acting General Counsel
Legal Division

SUBJECT: Withdrawal of Proposed Rule

I. SUMMARY

Staff presents for adoption by the Federal Deposit Insurance Corporation (the “FDIC”) Board of Directors (the “FDIC Board”) the attached resolution and accompanying *Federal Register* notice that would withdraw a proposed rule relating to parent companies of industrial banks and industrial loan companies (collectively, “industrial banks”). If the FDIC decides to make changes in this area, it will do so through a future regulatory action.

II. DISCUSSION

On August 12, 2024, the FDIC published a proposed rule, *Parent Companies of Industrial Banks and Industrial Loan Companies*, 89 FR 65556 (Aug. 12, 2024), which would have amended its regulation in 12 CFR part 354 governing parent companies of industrial banks. The FDIC is separately soliciting information and comments from interested parties on how the FDIC reviews filings submitted by industrial banks. This feedback will inform potential changes to how the FDIC evaluates the statutory factors applicable to each filing in the context of the unique aspects of industrial bank business plans and the broad range of companies that may seek to establish an industrial bank.

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