

## RESOLUTION

**WHEREAS**, the International Lending Supervision Act of 1983 requires each appropriate Federal banking agency to cause banking institutions to achieve and maintain adequate capital by establishing minimum levels of capital for such banking institutions and by using such other methods as the Federal banking agency deems appropriate; and

**WHEREAS**, section 38(c)(1) of the Federal Deposit Insurance Act prescribes that the capital standards of each appropriate Federal banking agency include leverage and risk-based capital requirements; and

**WHEREAS**, the regulations of the Federal Deposit Insurance Corporation (the “Corporation”) in Appendix A to 12 C.F.R. Part 325 set forth the Corporation’s risk-based capital requirements for insured state nonmember banks in its Statement of Policy on Risk-Based Capital; and

**WHEREAS**, the risk-based capital requirements in Appendix A to 12 C.F.R. Part 325 are based on an internationally based framework that was developed by the Basel Committee on Banking Supervision (“BSC”) in 1988 (“1988 Capital Accord”) and have been adopted by the Office of the Comptroller of the Currency, the Board of Governors of the Federal Reserve System, the Office of Thrift Supervision, and the Corporation (the “Agencies”); and

**WHEREAS**, on September 25, 2006, the Agencies published a Notice of Proposed Rulemaking (the “Basel II NPR”) for purposes of implementing the Basel II framework, with a public comment period of 120 days, which will end on January 23, 2007; and

**WHEREAS**, on September 25, 2006, the Agencies published a Reports Notice with respect to the scope of reporting and the proposed reporting requirements in conjunction with the Basel II NPR; and

**WHEREAS**, the Basel II NPR and the Reports Notice for the proposed reporting requirements in the Basel II NPR contain a 120-day comment period that will end on January 23, 2007; and

**WHEREAS**, staff of the Agencies have determined that an extension of the comment period for the Basel II NPR is necessary to allow banks additional time to compare the risk-based capital requirements as proposed in the Basel II NPR with the risk-based capital requirements as proposed in the Basel IA NPR; and

**WHEREAS**, staff of the Agencies intend to issue the Basel IA NPR in the near future; and

**WHEREAS**, staff of the Agencies recommend that the Board of Directors of the Corporation (the "Board") publish in the Federal Register an extension of the comment period for the Basel II NPR and the Reports Notice for the Basel II NPR, as set forth in the attached Federal Register documents, to conform with the comment period deadline for the Basel IA NPR.

**NOW, THEREFORE, BE IT RESOLVED**, that the Board hereby authorizes the Executive Secretary, or his designee, to cause the attached Federal Register documents to be published in the Federal Register jointly with the other Agencies, in a form and manner acceptable to the Executive Secretary, or his designee, and the General Counsel, or his designee.

**BE IT FURTHER RESOLVED**, that the Board hereby delegates authority to the Executive Secretary, or his designee, and the General Counsel, or his designee, to make technical, nonsubstantive, or conforming changes to the text of the attached Federal Register documents to ensure that the Corporation and the other Agencies can issue jointly these documents in the Federal Register, and to take such other actions and issue such other documents incident and related to the foregoing as they deem necessary or appropriate to fulfill the Board's objectives in connection with their publication for public comment.