

FEDERAL RESERVE BANK OF SAN FRANCISCO  
101 MARKET STREET, SAN FRANCISCO, CALIFORNIA 94105

July 8, 2003

**BANKING SUPERVISION AND REGULATION:  
REGULATION Y—FINAL RULE**

To State Member Banks,  
Bank Holding Companies,  
and Others Concerned,  
in the Twelfth Federal Reserve District

**Final Rule on Regulation Y (Docket R-1146)**

The Federal Reserve Board has approved a final rule that modifies Regulation Y to allow bank holding companies engaged in permissible derivatives activities to transfer title to commodities underlying derivative contracts on an instantaneous, pass-through basis. You may view and print Docket R-1146 at the <http://www.federalreserve.gov/boarddocs/press/bcreg/2003/20030630/attachment.pdf> page.

The rule will become effective August 4, 2003.

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**Additional Information**

All circulars and documents are available on the Internet through the Federal Reserve Bank of San Francisco's Internet site, at <http://www.frbsf.org/banking/letters>. Paper copies of the Board's notice (**Docket R-1146**) are available from our Corporate Services Department. To request copies to be sent by mail, please call (415) 974-2060.

For additional information about the final rule, please contact our Banking Supervision and Regulation Department at (415) 974-3013.

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