

Federal Reserve Bank of San Francisco
101 Market Street, San Francisco, California 94105

July 10, 2009

To State Member Banks, Bank
Holding Companies, Financial Holding
Companies, and Foreign Bank Offices
in the Twelfth Federal Reserve District

Interagency Guidance for Financial Institutions Regarding California Registered Warrants

Attached is an interagency statement released jointly by the Federal Reserve and the other federal financial institution regulatory agencies regarding State of California registered warrants. The statement provides guidance on the appropriate risk weighting of these warrants for risk-based capital purposes. It also discusses what banking organizations should do in order to exercise prudent judgment and sound risk management in accepting these warrants.

Additional Information

All circulars and documents are available on the Internet through the Federal Reserve Bank of San Francisco's website, at <http://www.frbsf.org/banking/letters>.

In addition, the Federal Reserve press release dated July 2nd, 2009 provides some advice for bank customers who receive registered warrants:

<http://www.federalreserve.gov/newsevents/press/bcreg/20090702b.htm>

For additional information, please contact:

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Attachment: [Interagency Statement on California Registered Warrants](#)