



BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM

WASHINGTON, D.C. 20551

DIVISION OF BANKING
SUPERVISION AND REGULATION

SR 09-6

July 8, 2009

**TO THE OFFICER IN CHARGE OF SUPERVISION
AT EACH FEDERAL RESERVE BANK**

SUBJECT: California Registered Warrants

Attached is a statement released jointly today by the Federal Reserve and the other federal financial institution regulatory agencies regarding 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.

If you have any questions regarding the attached statement, please contact Virginia Gibbs, Senior Supervisory Financial Analyst, Credit Risk, at (202) 452-2521; or Dwight Smith, Senior Supervisory Financial Analyst, Supervisory Policy and Guidance, at (202) 452-2773.

Norah M. Barger
Deputy Director

Attachment: Interagency Statement on California Registered Warrants