

From: Naugatuck Savings Bank, Francis R. Powell , Director
Proposal: 1442 (RIN 7100-AD 87) Regs H, Q, & Y Regulatory Capital Rules
Subject: Regs H & Y Regulatory Capital Proposals

Comments:

Dear Sir/Madam,

We are using this opportunity to provide comments on the Basel III proposals that were recently approved by the banking agencies.

I am a Director of a 142 year old state chartered stock community savings bank. The bank has \$950 million in assets funded primarily with \$760 million local deposit dollars from 30,000 households. This is a very good bank; profitable each and every year; well capitalized through all the economic cycles; and earned the highest CAMELS ratings in every safety and soundness examination. We are NOT A THREAT to the insurance fund.

Basel III as proposed will have a significant negative long term impact on our customers, employees and the community. In effect, punish the very people and institutions that did not cause your problems. There are specific proposals already before you to correct these wrongs now. The residential mortgage LTV should be among them. I ask that you consider the recommendations to rectify the wrongs being committed if enacted as proposed.

Thank you for this opportunity and consideration.

Francis R.Powell
Director
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