

**Meeting Between Federal Reserve Bank of New York Staff and
Representatives of the Association for Financial Markets Europe (“AFME”)
March 31, 2011**

Participants: Christine Cumming, Jeanmarie Davis and Joyce Hansen
(Federal Reserve Bank of New York)

Gilbey Strub, Anne-Karien Braamahar (AFME)

Summary: Federal Reserve Bank of New York staff met with staff of AFME to discuss financial stability issues, in particular, the issues surrounding contingent capital and statutory bail-in as a resolution tool. AFME has published several papers for discussion concerning issues that would need to be addressed if contingent capital and bail-in were to be developed as effective resolution tools in the context of resolution powers including bridge banks. AFME brought to staff’s attention its response to a European Union consultation paper on a recovery and resolution framework. AFME expressed interest in continuing to work with supervisors on these issues.