

**Meeting between Federal Reserve Board Staff
and Representatives of Regional Banking Organizations
June 21, 2012**

Participants: Scott Alvarez, Anna Harrington, Jeremy Newell, and Christopher Paridon
(Federal Reserve Board)

John Hardage and Hal Johnson (BB&T); Sairah Burki, Tom Feil and Yung Peng
(Capital One); Eric Rizzo and Tayfun Tuzun (Fifth Third Bank);
Vincent Randazzo and Gagan Singh (PNC); Jamie Gregory and Molly Wilkinson
(Regions); Kevin MacMillan and Kenneth D. Nelson (US Bank)

Summary: Staff of the Federal Reserve Board met with representatives of the regional banking organizations listed above to discuss the restrictions on proprietary trading and hedge fund and private equity fund activities under section 619 of the Dodd-Frank Wall Street Reform and Consumer Protection Act (also known as the “Volcker Rule”). Among matters discussed in the meeting were the representative’s views regarding: the treatment of municipal securities and tender option bonds under the proposal, including the impact on funding in such markets; the uncertainty created by the requirements under the Board’s conformance rule to receive the statutorily-provided extended transition period for illiquid funds; and the requirements related to the risk-mitigating hedging exemption contained in the proposed rule. The representatives also noted concerns discussed their February 13, 2012 comment letter regarding public welfare funds and the threshold and requirements for a banking entity to establish and maintain the compliance program and reporting requirements of the proposed rule.