

# Quarterly Journal



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Administrator of National Banks

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1069, 8/21/2006, Letter concludes that a national bank and its operating subsidiaries are authorized, pursuant to 12 USC 24(7), 12 USC 371, and 12 CFR 7.4002, to charge expedited service fees for loan payoff information. ( <a href="http://www.occ.gov/interp/oct06/int1069.pdf">www.occ.gov/interp/oct06/int1069.pdf</a> )	

1070, 9/6/2006, Letter concludes that a national bank may acquire and hold two classes of certificates, one rated investment grade and one unrated, issued by a trust under a tender option bond structure as Type III investment securities, provided the bank can demonstrate that the unrated certificate is the credit equivalent of investment grade. The letter also concludes that the bank also may acquire the certificates under the authority in 12 USC 24(Seventh) to discount and negotiate evidences of debt, subject to the limitations of 12 USC 84 and the requirements of Banking Circular 181 (Rev.). ([www.occ.gov/interp/oct06/int1070.pdf](http://www.occ.gov/interp/oct06/int1070.pdf))

1071, 09/6/2006, Letter concludes a national bank may participate as a member in several regional Independent System Operators (ISOs) and Regional Transmission Operators (RTOs) in order to execute electricity derivatives transactions that the OCC previously has found to be permissible for the bank, subject to the limitations set forth in 12 USC 84 and 12 CFR Part 32 and any additional limitations imposed by the bank's examiner-in-charge (EIC). The bank also is required notify its EIC and receive written notification of the EIC's supervisory non-objection before becoming a member of an ISO or RTO. ([www.occ.gov/interp/oct06/int1071.pdf](http://www.occ.gov/interp/oct06/int1071.pdf))

1072, 9/15/2006, Letter concludes that it would be permissible under 12 USC 29 for bank to enter into a long-term ground lease with unrelated third party of property that it has owned and used as bank premises for three decades. ([www.occ.gov/interp/oct06/int1072.pdf](http://www.occ.gov/interp/oct06/int1072.pdf))

*November [[Interpretations and Actions](#)]*

1073, 10/19/2006, Letter concludes that it is permissible for the bank and its London branch to engage in customer-driven, metal derivative transactions that settle in cash or by transitory title transfer and that are hedged on a portfolio basis with derivatives that settle in cash or by transitory title transfer. Before the bank may engage in these transactions, the bank must notify its examiner-in-charge (EIC), in writing, of the proposed activities and must receive written notification of the EIC's supervisory non-objection. ([www.occ.gov/interp/nov06/int1073.pdf](http://www.occ.gov/interp/nov06/int1073.pdf))

1074, 11/21/2006, Letter addresses the applicability of the lending limit combination rules to loans to wind tower companies that sell their output to the same power company. ([www.occ.gov/interp/nov06/int1074.pdf](http://www.occ.gov/interp/nov06/int1074.pdf))

*December [[Interpretations and Actions](#)]*

1075, 11/14/2006, Letter concludes that national banks may retain stock received in IPO of MasterCard, Inc., because it is a byproduct of permissible membership in MasterCard. ([www.occ.gov/interp/dec06/int1075.pdf](http://www.occ.gov/interp/dec06/int1075.pdf))

1076, 11/14/2006, Letter concludes that the lending limits in 12 USC 84 and the public welfare investments limits of 12 USC 24(11) are separate and independent of each other. ([www.occ.gov/interp/dec06/int1076.pdf](http://www.occ.gov/interp/dec06/int1076.pdf))

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# Speeches and Congressional Testimony

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10/16/2006, Comptroller Speaks to the American Bankers Association about Credit Risk and Loan Loss Reserves, Speech ([www.occ.gov/ftp/release/2006-113a.pdf](http://www.occ.gov/ftp/release/2006-113a.pdf))

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