

FEDERAL RESERVE BANK OF NEW YORK

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KENNETH LAMAR
VICE PRESIDENT

April 13, 2007

TO: The Chief Executive Officer of Each State Member Bank
Located in the Second Federal Reserve District

As part of a joint mailing with other supervisory agencies, state member banks received their Report of Condition and Income materials for the March 31, 2007 report date from the Federal Financial Institutions Examination Council.

Please plan to complete the preparation, review, and submission of your Call Report data to the Central Data Repository (CDR) as early as possible. Starting your preparation early will aid you in identifying and resolving any edit exceptions prior to the submission deadline.

As the Federal Financial Institutions Examinations Council (FFIEC) previously advised you, certain revisions to the Call Report are scheduled to take effect this quarter (see FIL-21-2007, dated March 2, 2007, and FIL-7-2006, dated January 27, 2006). For the March 31, 2007, report date only, banks may report a reasonable estimate for any new or revised item for which the requested information is not readily available.

The reporting changes taking effect as of March 31, 2007 include the following:

- Revisions to the reporting of lease financing receivables; income from annuity sales, investment banking, brokerage, and underwriting; and trading revenues by type of exposure as well as the addition of new items for residential mortgage banking revenues and net gains (losses) on certain credit derivatives;

- Adding items to capture data on assets and liabilities measured at fair value under FAS 157, including those accounted for under a fair value option will be collected, and a new item "Net change in the fair values of financial instruments accounted for under a fair value option" will be added to the Income Statement;
- Banks with \$300 million or more in assets (or with foreign offices) and certain banks with less than \$300 million in assets will report two-way breakdowns of their real estate construction loans and their nonfarm nonresidential real estate loans in a number of Call Report schedules. All other banks with less than \$300 million in assets will provide these real estate loan breakdowns beginning in the March 2008 Call Report;
- Large denomination Individual Retirement Account and Keogh Plan account time deposits, closed-end 1-4 family residential mortgages with negative amortization features.

Report Submission

Except for certain banks with foreign offices, a completed Call Report must be submitted electronically to the CDR no later than **April 30, 2007**. However, banks with more than one foreign office must electronically transmit its Call Report data to CDR no later than **May 5, 2007**. To be considered timely, the report must pass FFIEC-published validity edits and quality edits or, where necessary, contain explanations for any quality edits that are not passed. Explanatory comments should be prepared consistent with the "Guidelines for Resolving Edits" that are published on the FFIEC's web site:

<http://www.ffiec.gov/find/documents/resolvingedits.pdf>

Please note that the timeliness of receipt of the Call Report will be monitored. Any report received at the CDR after 5:00 p.m. on April 30 will be considered late.

The staff of this bank will monitor whether banking organizations are meeting their basic reporting requirements through the use of validity edits.

Each bank must file its March 31, 2007, Call Report data in one of the following two ways:

- A bank may use computer software to prepare and edit its report data and then electronically submit the data directly to the CDR (<https://cdr.ffiec.gov/cdr/>).

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- A bank may complete its report in paper form and arrange with a software vendor or another party to convert its paper report into the electronic format that can be processed by the CDR. The software vendor or other party then must electronically submit the bank's Call Report data file to the CDR.

Website

Report forms and instructions for the Call Report can also be obtained from the FFIEC internet website at the following address: www.ffiec.gov/ffiec_report_forms.htm

Copies of this letter and its enclosures have been sent to the report liaison designated by your institution. Any questions about this report may be directed to Nader Attalla, Reports Analyst in the Regulatory Reports Division at (212) 720-6525 or Monica Posen, Team Leader of that Division at (212) 720-8239.

Sincerely,

-- Signed by Kenneth Lamar --

Kenneth Lamar
Vice President
Financial Reports Division