

# Membership Subcommittee Report

## **THE MEMBERSHIP SUBCOMMITTEE, COMPOSED OF THREE SENIOR**

members of the Foreign Exchange Committee and chaired by a representative from the Federal Reserve Bank of New York, oversees the administration of the Committee and assigns duties to its members.

Although the process of choosing members continues throughout the year, most membership deliberations and decisions occur at the end of the year. Each fall, the Subcommittee reviews the composition of the Committee, taking into account those members leaving and those wishing to join, and strives to ensure that the membership reflects the diverse interests of the financial community.

Prospective members are generally representatives of an institution with a leading market presence, are respected individuals within the financial community, and are capable of speaking on behalf of their institutions. Members are expected to be active in the Committee's activities, to attend all meetings, and to participate in projects or subcommittees when needed. See the Membership Lists section of this *Annual Report* for complete membership information for 2002 and 2003.

The Subcommittee also orients new members to the activities of the Committee, chooses administrative leaders for various working groups, and makes administrative changes to the operating structure of the Committee if necessary.

In 2002, the Membership Subcommittee determined that the Committee would benefit from the creation of a Risk Management Working Group. Subcommittee members will nominate representatives to participate in this Working Group, and it is expected to be active in 2003. The Risk Management Working Group will have two main purposes: to bring issues concerning risk management for foreign exchange to the Committee's attention, and to serve as an advisory body to the Committee on best practices, guidelines, market education, and projects to foster better risk management in the marketplace.