
From: Leichter, Franz
Sent: Wednesday, June 28, 2006 4:19 PM
To: Kennedy, John P.
Subject: proposed capital reg

Dan Dixon of World Savings came in to see me today on a number of issues. He raised the proposed capital regulation. He said the excess stock was not an issue but that the retained earning portion fell really on just two Banks- San Francisco and Seattle. He stated that some adjustment should be made based on the risk profile of the Bank. I told him we were carefully reviewing all comments and would continue to do so.