of residential mortgages, refundable loan commitment fees, and stock subscription payments.

The effective date for these proposed changes, if approved, would be the March 31, 1995, report date.

Board of Governors of the Federal Reserve System, February 28, 1995.

## William W. Wiles,

Secretary of the Board. [FR Doc. 95-5359 Filed 3-3-95; 8:45AM] Billing Code 6210-01-F

## Agency Forms Under Review

## **Background:**

Notice is hereby given of the submission of proposed information collection to the Office of Management and Budget (OMB) for its review and approval under the Paperwork Reduction Act (Title 44 U.S.C. Chapter 35) and under OMB regulations on Controlling Paperwork Burdens on the Public (5 CFR Part 1320). A copy of the proposed information collection(s) and supporting documents is available from the agency clearance officer listed in the notice. Any comments on the proposal should be sent to the agency clearance officer and to the OMB desk officer listed in the notice.

**DATES:** Comments are welcome and should be submitted on or before March 20, 1995.

## FOR FURTHER INFORMATION CONTACT:

Federal Reserve Board Clearance Officer-Mary M. McLaughlin-Division of Research and Statistics, Board of Governors of the Federal Reserve System, Washington, D.C. 20551 (202-452-3829); for the hearing impaired *only*, telecommunications device for the deaf (TTD) (202-452-3544), Dorothea Thompson, Board of Governors of the Federal Reserve System, Washington, D.C. 20551.

OMB Desk Officer—Milo Sunderhauf-Office of Information and Regulatory Affairs, Office of Management and **Budget, New Executive Office** Building, Room 3208, Washington, D.C. 20503 (202-395-7340) Request for OMB approval to revise

the following report: 1. Report title: Report of Assets and Liabilities of U.S. Branches and Agencies of Foreign Banks. Agency form number: FFIEC 002. OMB Docket number: 7100-0032. Frequency: Quarterly.

Reporters: U.S. branches and agencies of foreign banks.

Annual reporting hours: 49,350. Estimated average hours per response: 22.15.

Number of respondents: 557.

Small businesses are affected.

General description of report: This information collection is mandatory to obtain or retain a benefit (12 U.S.C. 3105(b)(2)), 1817(a)(1) and (3), and 3102(b) and is given confidential treatment (5 U.S.C. 552(b)(8). **SUMMARY:** The proposed revisions to the FFIEC 002 that have been submitted to the Office of Management and Budget for approval are mandated by the Federal Financial Institutions Examination Council (FFIEC).

On a quarterly basis, all U.S. branches and agencies of foreign banks (U.S. branches) are required to file detailed schedules of assets and liabilities in the form of a condition report and a variety of supporting schedules. This balance sheet information is used to fulfill the supervisory and regulatory requirements of the International Banking Act of 1978. The data are also used to augment the bank credit, loan, and deposit information needed for monetary policy purposes. The report is collected and processed by the Federal Reserve on behalf of all three federal bank regulatory agencies. The proposed changes affect several existing schedules.

The following revisions are proposed for implementation as of March 31, 1995.

(1) On Schedule RAL, "Assets and Liabilities," item 1.c for "Other bonds, notes, debentures, and corporate stock (including U.S. state and local securities) would be divided into "Securities of freign governmental units" and "All other." (2) On Schedule RAL, "Assets and

Liabilities", a new item would be added for "Trading Liabilities" to disclose further information on trading activities (open short positions and revaluation losses on derivatives).

(3) On Schedule RAL, "Memoranda," five items would be added in which branches and agencies would separately report the amortized cost and fair value of any "high-risk mortgage securities" and of any "structured notes" that are held in either the held-to-maturity or available-for-sale portfolios, and total sales of mutual funds and annuities.

(4) On Schedule M, "Due from/Due to Related Institutions in the U.S. and in Foreign Countries," a memorandum item would be added for revaluation gains and revaluation losses from the marking-to-market of off-balance-sheet derivatives contracts with related parties that are held for trading purposes.

(5) The banking agencies would add three items to Schedule O, "Other Data for Deposit Insurance Assessments," in order to identify the amount of the these adjustments to reported demand deposits of a branch or agency for deposit insurance assessment purposes:

(i) Amount by which demand deposits would be reduced if reciprocal demand balances between the reporting branch or agency and savings associations were reported on a net basis rather than a gross basis in Schedule E,

(ii) Amount by which demand deposits would be increased if reciprocal demand balances between the reporting branch or agency and U.S. banks were reported on a gross basis rather than a net basis in Schedule E, and

(iii) Amount by which demand deposits would be reduced if cash items in process of collection were included in the calculation of net reciprocal demand balances between the reporting branch or agency and U.S. banks savings associations in Schedule E.

The following revisions are proposed for implementation as of June 30, 1995.

(1) Notional Amounts/Par Values At present, all branches and agencies report notional amount/par value data for interest rate, foreign exchange rate, and other commodity and equity contracts in items 2,3,4, and 9 of Schedule L, "Commitments and Contingencies," for transactions with non-related depository institutions, and in items 2,3,4, and 9 of Schedule M, Part V, "Commitments and Contingencies," for transactions with related depository institutions. The existing items would be expanded to separate exchangetraded contracts from over-the-counter contracts and to separate equity derivative contracts from commodity and other contracts. (Spot foreign exchange contracts would also be reported separately.) In addition, for each of the four types of underlying risk exposures (i.e., interest rate, foreign exchange, equity, and commodity and other), the total notional amount/par value of contracts held for trading and held for purposes other than trading will be reported separately, with the latter further divided between contracts that are marked to market for FFIEC 002 reporting purposes and those that are not.

(2) Gross Fair Values of Derivative Contracts

For branches and agencies with \$100 million or more in total assets that file the FFIEC 002 reporting forms, Schedule L and Schedule M, Part V, would also be expanded to include gross fair value data for derivatives. For each of the four types of underlying risk exposures, the gross positive and gross negative fair values will be reported separately for