



INSTITUTE OF INTERNATIONAL BANKERS

IIB Statement on Treasury Secretary Mnuchin’s Initial Report on “Core Principles” for Financial Regulation

“Treasury Secretary Mnuchin’s recommendations in response to Executive Order 13772 represent a thoughtful, well-reasoned, common-sense approach to mitigating some of the unintended adverse consequences of post-crisis financial regulation. In particular, we welcome his recommendations concerning the application of Enhanced Prudential Standards to international banks based on their U.S. risk profile and the need to recalibrate IHC requirements. We also appreciate the many helpful suggestions for reducing Volcker Rule compliance burdens. The IIB looks forward to working with policymakers at Treasury and the other regulatory agencies, as well as with Members of Congress and their staff, on reforms that will improve the ability of all financial organizations, including the U.S. operations of internationally-headquartered banks, to promote U.S. economic growth, job creation and financial market liquidity.”

Sally Miller
CEO
Institute of International Bankers

Note: The U.S. operations of internationally-headquartered financial institutions collectively hold approximately \$5 trillion in bank and nonbank assets, fund 27% of all commercial and industrial bank loans made in the United States, constitute three of the top ten U.S. agriculture lenders and funded 71% of U.S. infrastructure loan volume over the last five years. They contribute to the employment of hundreds of thousands of employees in the United States, in the financial sector and related service sectors. As providers of credit and other financial services in the United States, the U.S. operations of foreign banks add diversity and competitiveness to the U.S. financial services markets, help U.S. businesses grow and promote U.S. and international financial stability.