

October 7, 1992

Annex VII(A) - United States

Sector: Financial Services

Sub-Sector: Banking

Industry Classification: SIC 6021 National Commercial Banks
SIC 6022 State Commercial Banks
SIC 6029 Other Commercial Banks
SIC 6081 Branches and Agencies of Foreign Banks
SIC 6712 Bank Holding Companies
Foreign Banks (Not Applicable)

Type of Reservation: National Treatment (Article 1405)

Level of Government: Federal

Measures: *Bank Holding Company Act of 1956*, 12 U.S.C.
§ 1842(d)

International Banking Act of 1978, 12 U.S.C.
§ 3103(a)(5)

Description: Federal authorities may not approve the establishment of, or acquisition of an interest in, a bank subsidiary within a state ("the target state") by a foreign bank that has a full-service branch in the United States, unless the measures of the target state expressly permit such an establishment or acquisition by domestic bank holding companies with their principal place of banking operations (as that term is described under the *Bank Holding Company Act*) in the foreign bank's "home state" (as that term is defined in the *International Banking Act*).

Federal authorities also may not approve the establishment of, or acquisition of an interest in, a bank subsidiary within a state ("the target state") by a bank holding company, including a foreign bank, that has principal place of banking operations in another state, as defined under the *Bank Holding Company Act*, unless the measures of the target state expressly permit the establishment and acquisition by bank holding companies from