

October 7, 1992

**Annex VII
Section A
Schedule of the United States**

Sector: Financial Services

Sub-Sector: Banking

Industry Classification: SIC 6021 National Commercial Banks

Type of Reservation: Senior Management and Boards of Directors (Article 1408)

Level of Government: Federal

Measures: *The National Bank Act, 12 U.S.C. § 72*

Description: All directors of a national bank must be citizens of the United States. Because the chief executive officer of a national bank must be a director, the chief executive officer of a national bank must be a citizen of the United States. An exception exists for a national bank affiliated with or owned by a foreign bank. Such a bank need only have citizens constitute a simple majority of the board and thus need not employ citizens as its chief executive officer.

Two-thirds of the directors of a national bank must (i) have resided for one year prior to their election, and (ii) continue to reside, in the state in which the bank is located or within 100 miles of the bank.

Phase-Out: None