



DEPARTMENT OF THE TREASURY

WASHINGTON, D.C. 20220

November 15, 2007

Dr. Sankarshan Acharya  
Citizens for Development  
17636 West Neuberry Ridge Dr.  
Lockport, IL 60441

Dear Dr. Acharya:

I am writing in response to your letter to Secretary Paulson describing research you have undertaken regarding bank regulatory policies and exposure to off-balance sheet subsidiaries.

Thank you for bringing your research papers on these topics to our attention, and for your interest in our on-going efforts in this area.

Sincerely,

Mario L. Ugoletti

Director

Office of Financial Institutions Policy