

ALERT 2000-7

Type: Unauthorized Banking

Subject: Allied Boston Bank, Inc. (Palau)

Date: June 28, 2000

TO: Chief Executive Officers of All National Banks; All State Banking Authorities; Chairman, Board of Governors of the Federal Reserve System; Chairman, Federal Deposit Insurance Corporation; Conference of State Bank Supervisors; Deputy Comptrollers (Districts); Assistant Deputy Comptrollers; District Counsel and Examining Personnel

RE: Allied Boston Bank, Inc. (Palau)

100 Pine Street, Suite 2260

San Francisco, CA 94111

HQ: 523 Toirois Malakal

Koror, Republic of Palau 96940

Information has been received that the subject is conducting banking business in the United States without authorization. The subject is reported to have a bank charter issued by the Republic of Palau, with an office in San Francisco, California. It is advertising on the Internet for depository business and the address in Koror, Palau, is stated to be the location of its headquarters office.

Subject entity has no license or charter from the Office of the Comptroller of the Currency, nor the state of California. The state of California, Department of Financial Institutions, issued a cease-and-desist order to subject on June 23, 2000.

Any information which you may have concerning this matter should be brought to the attention of:

Mail Office of the Comptroller of the Currency

Enforcement and Compliance Division

250 E Street, SW, Washington, DC 20219

Fax (202) 874-5301 Internet <http://www.occ.treas.gov>

and

Mail California Department of Financial Institutions

111 Pine Street, Suite 1100, San Francisco, CA

94111-5613

Fax 415-288-8830 Internet <http://www.dfi.ca.gov>

Daniel P. Stipano

Director

Enforcement and Compliance Division