A RESOLUTION

Requesting the President of the Federated States of Micronesia to ensure that a Director serving on the Boards of both the Bank of the FSM and the FSM Development must resign from one of the two Boards.

WHEREAS, the FSM National Government, a shareholder of the stock in the Bank of the Federated States of Micronesia, is represented on the Board of Directors of the Bank of the Federated States of Micronesia; and

WHEREAS, the FSM National Government, a shareholder of stock in the FSM Development Bank, is represented on the Board of Directors of the FSM Development Bank; and

WHEREAS, the President of the Federated States of Micronesia nominates the Federated States of Micronesia representative to be elected on the Board of Directors of the Bank of the Federated States of Micronesia; and

WHEREAS, the President of the Federated States of Micronesia nominates the Federated States of Micronesia representative to be elected on the Board of Directors of the FSM Development Bank; and

WHEREAS, the Congress of the Federated States of Micronesia deems that it is a conflict of interest for a director to serve on the Boards of both the FSM Development Bank and the Bank of the FSM, now, therefore,

BE IT RESOLVED, that the Fourteenth Congress of the Federated States of Micronesia, Sixth Regular Session, 2007, hereby requests...
that the President ensure that any Director serving on the Boards of both the Bank of the FSM and the FSM Development must resign from one of the two Boards;

   BE IT FURTHER RESOLVED, that the Fourteenth Congress of the Federated States of Micronesia, Sixth Regular Session, 2007, hereby requests that the President of the Federated States of Micronesia ensure that the resignation of such director is promptly undertaken;

   BE IT FURTHER RESOLVED, that certified copies of this resolution be transmitted to the President of the Federated States of Micronesia, the President of the Bank of the Federated States of Micronesia, the Chief Executive Officer of the FSM Development Bank, the Secretary of the Department of FSM Department of Finance and Administration, and the Governor of each FSM State.

Date: 1/18/07          Introduced by: /s/ Simiram Sipenuk
                        Simiram Sipenuk