

TI11e 45 - DEPARTMENT OF BANKING AND FINANCE

Chapter 18 - POOL PARTICIPATION APPROVAL.

001 Section 8-141, as amended, states that a bank may invest in obligations representing loans to any national banking association or to any banking institution organized under the laws of any state, when such loans are approved by the Director of Banking, by regulation, or otherwise. Application for approval shall be made by subject bank on forms supplied by the Department of Banking, unless the total investment with any one bank does not exceed the total capital structure. Capital structure shall include common stock, plus preferred stock, capital notes and debentures, surplus, undivided profits and unrestricted reserves. If the total investment by subject bank with any one bank does not exceed subject bank's total capital structure, as defined above, no formal approval is required by the Director, providing the bank's total investments conform to Section 8-147.