

POLICY REGARDING PERMISSIBLE INVESTMENTS FOR CREDIT UNIONS

Indiana Code 28-7-1-9(K) provides that a well capitalized credit union (as defined in Section 702 of the Rules and Regulations of the National Credit Union Administration) may purchase investment securities, as may be defined by a policy or rule of the department.

Therefore; it shall be the policy of the Indiana Department of Financial Institutions to allow an Indiana chartered credit union to purchase the following investment securities:

- (1) Yankee dollar deposits;
- (2) Eurodollar deposits;
- (3) Banker's acceptances;
- (4) Deposit notes;
- (5) Bank notes with original weighted average maturities of less than 5 years
- (6) Investments in obligations of, or issued by, any State or political subdivision thereof (including any agency, corporation, or instrumentality of a State or political subdivision).

The investments listed above shall be purchased within the limitations and restrictions of IC 28-7-1-9(K)(i) through (vi)

Richard J. Rice, Chairman