



BULLETIN

NO. B-92-1

TO: All Chief Executive Officers
State-Chartered Banks and Savings and Loan Associations

FROM: Talmadge B. Gilley, CFE
Commissioner

RE: Expansion of Products and Services; Acquisition of Assets

DATE: April 1, 1992

From and after the date of this BULLETIN, the Department of Financial Institutions will no longer accept applications for expanded products and services, including the acquisition of assets and branching, from any state-chartered bank or savings and loan association whose CAMEL rating at the most recent state or federal examination was "4" or "5". Applications from institutions with a rating of "3" will be scrutinized carefully in the interest of the safety and soundness of the institution.

As a matter of policy, the Commissioner believes that the resources and management skills of problem institutions should first be committed to the solution of existing weaknesses, rather than to the expansion of new areas of business.

Talmadge B. Gilley, CFE
Commissioner

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