



Membership Application

for

De novo Commercial Banks

Contacts:

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RETURN APPLICATION TO:

Federal Home Loan Bank of Cincinnati
Kevin T. Hanrahan, First Vice President, Marketing
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FEDERAL HOME LOAN BANK OF CINCINNATI INSTRUCTIONS

The eligibility requirements for membership in the Federal Home Loan Bank System are available in the Code of Federal Regulations at:

<https://www.ecfr.gov/current/title-12/chapter-XII/subchapter-D/part-1263>

1. Complete and send the following information to the Federal Home Loan Bank of Cincinnati (FHLB):
 - A) General Information sheets (pages 2-3)
 - B) Board of Directors Resolution (page 4).
 - C) Application for Membership and Subscription of Stock in FHLB (page 5).
Membership stock purchase varies based on asset size as follows: \$0 to \$25 Billion (0.08 percent; Greater than \$25 to \$50 Billion (0.06 percent); Greater than \$50 to \$75 Billion (0.04 percent); Greater than \$75 to \$100 Billion (0.03 percent); Greater than \$100 Billion (0.02 percent).
2. Copy and send the following documents to the FHLB:
 - A) Most recent quarter call report filed with appropriate agency;
 - B) Most recent CRA public disclosure statement by applicant's regulatory authority; if unavailable, provide a signed letter on your institution's letterhead with written justification of how and why your home finance policy and lending practices will meet the credit needs of your community;
 - C) If available, provide most recent audited financial statements (of institution or holding company), as prepared by a Certified Public Accountant, or in absence thereof, the latest Directors' report by external auditors, or published financial statements by external auditors;
 - D) Institution's home financing policy or mortgage loan underwriting guidelines;
 - E) Institution's articles of incorporation and bylaws;
 - F) Copy of business plan and any updates or revisions;
 - G) Copy of Community Investment Act Plan.
3. The FHLB will notify you when the application is deemed complete and when membership is approved.

Note: Collateral for FHLB Advances will be physical securities and/or specific mortgages until a trend of profitable operations is maintained. If membership approval is conditional based on FHFA regulations, there will be a maturity restriction of 12 months on any Advances that are initiated until membership approval ceases to be conditional.

FEDERAL HOME LOAN BANK OF CINCINNATI

GENERAL INFORMATION

Name of Institution: _____

Address: _____

Phone Number / Fax Number: _____

Primary contact person and email address: _____

1. For Managing Officer (CEO/President):

Name _____

Title _____

Number of years of service _____

Email Address _____

Phone _____

2. Date of incorporation: and date of insurance: _____

3. List Regulator and date of most recent examination report: _____

4. Location of all branch offices. Indicate mergers, consolidations or reorganizations within the last five years. (Attach separate sheet if needed.)

5. Name, address and total consolidated asset size of immediate and top tier parent holding companies as of last quarter end if applicable.

6. Name and address of other depository institutions of parent holding company.

7. Are you operating under a supervisory agreement? _____
If yes, indicate type of agreement and send any correspondence with primary regulator.

8. Indicate type of residential mortgage loans originated or purchased by checking the appropriate box.

| <u>Original Maturity</u> | <u>Fixed Rate</u> | <u>Variable Rate</u> | <u>Amortization Period</u> |
|------------------------------|-------------------|----------------------|----------------------------|
| 5-year balloon: | _____ | _____ | _____ Years |
| 7-year balloon: | _____ | _____ | _____ Years |
| 10-year balloon: | _____ | _____ | _____ Years |
| 15-year: | _____ | _____ | _____ Years |
| 30-year: | _____ | _____ | _____ Years |
| Other | _____ | _____ | _____ Years |

FEDERAL HOME LOAN BANK OF CINCINNATI GENERAL INFORMATION

9. List names of all directors and senior management with titles (attach separate sheet if needed).

10. Have there been any material law suits filed against your institution since the last examination? If yes, include an explanation.

11. Is your institution a member of the Federal Reserve Bank? _____

12. List the leverage and risk-weighted capital ratios and requirements as of the latest call report date:

Common Equity Tier 1 Capital _____ Requirement _____

Tier 1 Capital Ratio _____ Requirement _____

Total Capital Ratio _____ Requirement _____

Leverage Ratio _____ Requirement _____

Date of most recent call report: _____

13. List net income (net of securities gains/losses and extraordinary items) for quarter end:

Net Income

| | <u>2023</u> | <u>2024</u> | <u>2025</u> |
|--------------------|--------------------|--------------------|--------------------|
| 1st Quarter _____ | 1st Quarter _____ | 1st Quarter _____ | 1st Quarter _____ |
| 2nd Quarter _____ | 2nd Quarter _____ | 2nd Quarter _____ | 2nd Quarter _____ |
| 3rd Quarter _____ | 3rd Quarter _____ | 3rd Quarter _____ | 3rd Quarter _____ |
| 4th Quarter _____ | 4th Quarter _____ | 4th Quarter _____ | 4th Quarter _____ |
| Total _____ | Total _____ | Total _____ | Total _____ |

FEDERAL HOME LOAN BANK OF CINCINNATI
BOARD OF DIRECTORS RESOLUTION

APPLICANT'S NAME _____

I certify that I am the duly elected, qualified, individual of the above mentioned applicant and that at a regular meeting of its board of directors/trustees or at a special meeting thereof called for that purpose, a quorum being present, a resolution was adopted, and recorded in the minutes as follows:

“BE IT RESOLVED that this institution applies for membership in the Federal Home Loan Bank of Cincinnati (FHLB), and that if approved for membership, it will subscribe and pay for stock therein as provided in the Federal Home Loan Bank Act, as amended (ACT), and if so approved for membership, that the institution be fully authorized to do business with the FHLB including but not limited to maintaining deposits, borrowing funds from and undertaking other financial accommodations with the FHLB, pledging of collateral and utilizing other correspondent banking services, and to exercise all the other privileges of membership in the FHLB, as provided in the Act;”

“BE IT FURTHER RESOLVED that the president and secretary of this institution, or any other officers designated herein or hereafter designated by supplemental resolutions, be authorized and directed to execute an application as prescribed by the Federal Housing Finance Agency (FHFA) and any other papers and documents required in connection therewith, to pay all expenses and to do all other things deemed by them as necessary or proper in connection with applying for, obtaining and retaining such membership privileges, or in order to do business with the FHLB as noted herein, as required by the FHFA or its regulations or as may be required by the FHLB.”

I certify that, pursuant to said resolution, the foregoing application for membership was duly executed and that any information and documents required by the Federal Housing Finance Agency are attached or accompany the same, that said information is correct and said documents are true and correct copies of what the same purport to be.

I further certify that our institution, directors and senior management have not been the subject of any criminal, civil or administrative proceedings against the designated officials or the institution reflecting on credit worthiness, business judgment or moral turpitude since our last examination by the institution's primary regulator; and that there are no known potential monetary liabilities, material pending lawsuits, or unsatisfied judgments against the institution, nor any enforcement actions by regulator.

I further certify that I have delegated authority to sign on behalf of the board of directors and that the applicant is authorized under the laws of the United States and of this State, and under its corporate charter, articles, constitution, regulations and/or bylaws, as applicable, and by the above-noted resolution, to apply for membership in and buy stock in the FHLB and to do business with the FHLB as noted in such resolution, as well as to retain such membership and pay all expenses incidental to such application; and that the foregoing has been properly authorized, legally done and validly executed to accomplish such purpose.

Signature/Title

FEDERAL HOME LOAN BANK OF CINCINNATI
Application for Membership and Subscription
of Stock in Federal Home Loan Bank of Cincinnati

Applicant Name _____

AS OF _____
(date of most recent call report)

The Applicant hereby applies for membership in the Federal Home Loan Bank of Cincinnati and if approved for membership will purchase _____* shares of stock in the par value of \$100 each for a total amount of \$_____. Furthermore it agrees to said stock purchase within 60 calendar days of approval for FHLB membership.

Applicant is of the opinion that it is eligible to become a member of said FHLB and that it is authorized to subscribe to and hold capital stock in said FHLB and to maintain deposits there. Applicant understands that this application must be considered, acted upon, and approved by the Federal Housing Finance Agency before becoming a member of said FHLB.

In submitting this application the applicant understands and agrees that:

- (1) It will be advised whether or not its application for membership is approved.
- (2) If admitted to membership, it will conform to all requirements of the Federal Home Loan Bank Act, as now or hereafter amended, and to rules and regulations thereunder.
- (3) In applying, and if this institution is admitted to membership, the said FHFA and said FHLB are authorized to receive any information, exam reports and other supervisory materials provided by the appropriate State or Federal regulatory authority or officer exercising supervisory authority over this institution regarding this institution and its affairs.
- (4) It will not represent itself to be a member of said Bank until it receives notice of admission to membership.

The undersigned is a duly authorized representative of the Applicant's board of directors and has read this application and that opinion of the undersigned, has made such examination and investigation as is necessary to enable him or her to express an informed opinion that this application complies, to the best of his or her knowledge and belief, and with the applicable requirements of the Federal Home Loan Bank Act and the rules and regulations thereunder.

(authorized agent)

*Note: Please contact the FHLB for an estimate of the stock requirements. The exact amount will be determined by FHLB upon receipt of application.