

***Effective 5/13/2014***

**7-3-20 Bank acquiring, holding, or accepting as collateral its own stock.**

- (1) A bank may not accept as collateral or acquire its own stock except when the taking of the collateral or acquisition of the stock is necessary to prevent loss upon a debt previously contracted in good faith.
- (2) If a bank acquires stock as permitted under Subsection (1), the bank shall sell the stock within 12 months from the date of the bank's acquisition.
- (3) The value of all the stock held after acceptance or acquisition may not exceed 10% of the total capital of the bank.

Amended by Chapter 97, 2014 General Session