

Effective 5/13/2014

7-3-21 Stock ownership by banks.

- (1) A bank may purchase, own and hold, and sell or otherwise dispose of:
 - (a) shares of the Federal Reserve Bank of the Twelfth Federal Reserve District;
 - (b) the stock of a corporation organized under the laws of the United States for purposes similar to those of the federal reserve banks or the Federal Deposit Insurance Corporation;
 - (c) shares of the Federal National Mortgage Association;
 - (d) the stock of a safe deposit company;
 - (e) the stock of a corporation owning the banking house in which any place of business of the bank is located;
 - (f) the stock of a bank service corporation performing services for the bank;
 - (g) the stock of a corporation acquired by the bank in satisfaction of or on account of debts previously contracted in the course of the bank's business;
 - (h) the stock of a foreign banking corporation;
 - (i) the stock of a corporation authorized under Title IX of the Housing and Urban Development Act of 1968;
 - (j) the stock of the Government National Mortgage Association authorized under 12 U.S.C. Sec. 1716 et seq.;
 - (k) the stock of a charitable foundation;
 - (l) the stock of a community development corporation;
 - (m) the stock of bankers' banks; and
 - (n) the stock of an agricultural credit corporation.
- (2) A bank may invest in a small business investment company to the same extent allowed federally chartered banks.
- (3) Unless expressly authorized by this chapter, a bank may not purchase or own the stock of any other corporation except in a fiduciary capacity.

Amended by Chapter 97, 2014 General Session