
From: Bill Young [mailto:byoung@wvnb.net]

Sent: Thursday, March 26, 2009 1:18 PM

To: LLPComments

Subject: FDIC Notes; Effect on ALLL

Two questions:

- The notes that a bank might receive from the FDIC in payment for loans sold into one of the pools – what is the anticipated eligibility of them to be used as collateral for borrowings from the FHLB, FRB, etc.? are they anticipated to be ‘full faith & credit’ of the US Government?
- If a bank chooses to not accept a bid on a loan, will the bid be used by the regulators to set the Allowance for Loan Loss amount assigned to that particular loan or similar loans in a bank’s portfolio?

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