



Evaluation of Municipal Securities

V. Review & Additional Resources

Review of Presentations

Overview & Industry Trends

- Recent regulatory guidance
- Creditworthiness standards
- Large and diverse market

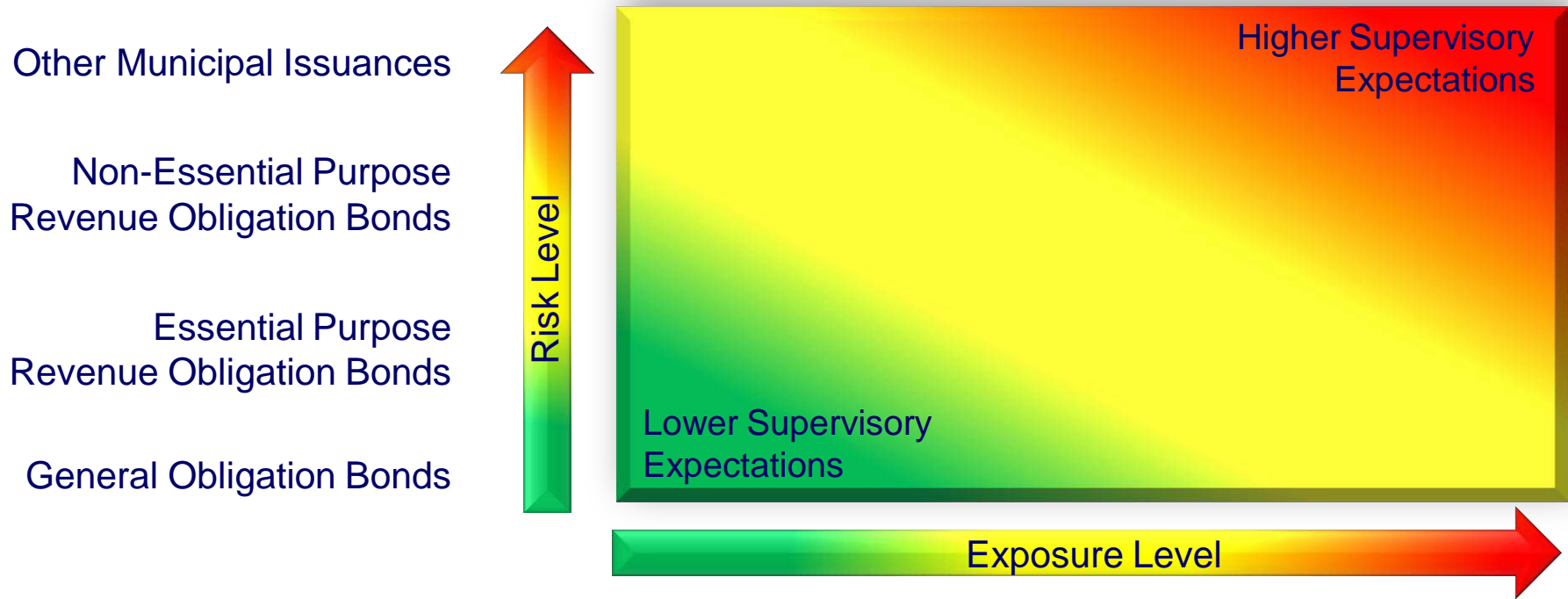
Investment Policies & Procedures

- Authorized investments and risk limits
- Pre-purchase analysis and ongoing monitoring procedures
- Independent review

Basic & Expanded Analysis

- Pre-purchase analysis
- Ongoing monitoring
- Credit, Interest Rate, and Liquidity Risk

Supervisory Expectations



Regulatory Guidance

- Supervisory Policy Statement on Investment Securities and End-User Derivatives Activities (FIL-45-98)
- OCC Final Rule and Guidance: Alternatives to the Use of External Credit Ratings (OCC Bulletin 2012-18, attached to FIL-48-2012)
- FDIC Final Rule and Guidance: Permissible Investments for Federal and State Savings Associations: Corporate Debt Securities (FIL-34-2012)
- Uniform Agreement on the Classification and Appraisal of Securities Held by Depository Institutions (FIL-51-2013)

FIL – Financial Institution Letter

Additional Resources

- Summer 2013 Supervisory Insights – “Credit Risk Assessment of Bank Investment Portfolios”
- www.fdic.gov
- Regional Senior Capital Markets and Securities Specialists
- Mailbox: supervision@fdic.gov